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HAIDILAO INTERNATIONAL HOLDING LTD.

海底捞国际控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 6862)

PROFIT WARNING

This announcement is made by Haidilao International Holding Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on a preliminary review of the unaudited management accounts of the Group for the six months ended June 30, 2022 and assessment of the latest information currently available to the Board, the revenue of the Group is expected to be no less than RMB16.7 billion for the six months ended June 30, 2022, representing a decrease of no more than 17.0%, as compared to the revenue of approximately RMB20.1 billion for the corresponding period in 2021, mainly due to the suspension of business operation or dine-in services of certain restaurants and the decrease of customer flow in mainland China resulted from the impact of the COVID-19 pandemic from March to May 2022 and the decrease in the number of restaurants as compared to the corresponding period in 2021 following the implementation of the “Woodpecker” plan. The Group is expected to record a net loss for the six months ended June 30, 2022 of approximately RMB225 million to RMB297 million, as compared to the net profit of the Group for the corresponding period in 2021 of approximately RMB96.5 million. The expected loss is mainly attributable to (i) one-off losses on disposal of long term assets, impairment losses and others, which in aggregate amounted to approximately RMB255 million to RMB327 million, due to the closure and suspension of certain restaurants under the “Woodpecker” plan and the impact of the COVID-19 pandemic in the first half of 2022; and (ii) incurring of fixed expenses and staff costs in certain of our restaurants despite the suspension of business or dine-in services due to the recurring COVID-19 pandemic in mainland China from March to May 2022.

Along with the ease of COVID-19 pandemic, the operating performance of our restaurants in mainland China and other regions has markedly improved on a month-on-month basis since June 2022. The Group will closely monitor the market condition and adjusted its business strategies and operations to reduce negative impact. The Group also took active measures to control rents and other operating costs, stringently managed working capital, and leveraged credit facility and equity financing to ensure healthy cash flow and a strong cash position.

The actual operating and financial conditions of the Group for the six months ended June 30, 2022 are to be quantified and the Board will continue to monitor the situation closely.

The information contained in this announcement is only based on a preliminary assessment of the consolidated management accounts and relevant revenue estimates made available to the Board as at the date of the announcement and which have not been audited or reviewed by the Company's auditors or reviewed by the audit committee of the Board. The Group's consolidated results for the six months ended June 30, 2022 are expected to be published in August 2022 according to the Listing Rules.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Haidilao International Holding Ltd.
Zhang Yong
Chairman

Hong Kong, August 14, 2022

As of the date of this announcement, the Board of Directors of the Company comprises Mr. Zhang Yong as the Chairman and Executive Director and Mr. Zhou Zhaocheng, Ms. Gao Jie, Ms. Yang Lijuan, Mr. Li Peng, Ms. Yang Hua, Ms. Liu Linyi, Mr. Li Yu, Ms. Song Qing and Mr. Yang Li as Executive Directors, and Dr. Chua Sin Bin, Mr. Hee Theng Fong, Mr. Qi Daqing, Dr. Ma Weihua and Mr. Wu Xiaoguang as Independent Non-executive Directors.