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## **Chen Lin Education Group Holdings Limited**

**辰林教育集團控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1593)**

### **PROFIT WARNING**

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

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to inform the shareholders and potential investors of the Company that, based on the review and analysis of the unaudited consolidated management accounts of the Group for the year ended 31 August 2022 (the “**current annual period**”) and other information currently available to the Board, the Group is expected to record a loss for the year within a range of approximately RMB37 million to RMB40 million for the current annual period, as compared with the pro forma net profit for the year of approximately RMB62.8 million for the year ended 31 August 2021 (the “**previous annual period**”). The expected loss is mainly attributable to (i) a fair value loss on financial assets at fair value through profit or loss of approximately RMB43 million in relation to the Group’s investment in the shares of Sinic Holdings (Group) Company Limited, which is listed on the Stock Exchange (stock code: 2103). The trading of its shares has been suspended since September 2021 and up to the date of this announcement; (ii) an increase of approximately RMB13 million in finance costs, as we increased the borrowings from RMB1,243 million as at 31 August 2021 to RMB1,371 million as at 31 August 2022; and (iii) an increase of approximately RMB23 million in selling expenses due to increased recruitment campaigns in Jiangxi Wenli Jishi College (江西文理技師學院) and Guizhou Institute of Industry and Trade (貴州工貿職業學院).

The Company is in the process of finalising the Group's results for the current annual period. The information contained in this announcement is based only on the assessment made by the Board with reference to the unaudited consolidated management accounts of the Group for the current annual period and other information currently available to the Board, which have not been audited by the Company's auditors or reviewed by the Company's audit committee of the Board and are therefore subject to changes. Shareholders and potential investors of the Company are advised to read carefully the annual results announcement of the Company for the current annual period, which is expected to be published by end of November 2022.

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

By order of the Board  
**Chen Lin Education Group Holdings Limited**  
**Huang Yulin**  
*Chairman*

People's Republic of China, 28 November 2022

*As of the date of this announcement, the executive Directors are Mr. Huang Yulin, Mr. Yang Ruichen, Mr. Liu Chunbin, Mr. Wang Li, Ms. Gan Tian and Mr. Wang Shenghua; the non-executive Director is Mr. Li Cunyi and the independent non-executive Directors are Mr. Sy Lai Yin, Sunny, Mr. Chen Wanlong, Mr. Huang Juyun and Mr. Wang Donglin.*