

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**HKBN Ltd.**

**香港寬頻有限公司**

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

**(Stock Code: 1310)**

## **PROFIT WARNING**

This announcement is made by HKBN Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 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 of the Company (the “**Board**”) hereby informs the shareholders of the Company and potential investors that based on the unaudited information currently available to the management, the Group expects to record a consolidated net loss of approximately HK\$1,300 million for the year ended 31 August 2023, as compared to the profit of HK\$553 million for the year ended 31 August 2022. The net loss is primarily caused by (i) the increase in finance cost by approximately HK\$500 million, mainly due to the rise in HIBOR as approximately half the bank borrowings of the Group bear floating interest at HIBOR plus a margin, and (ii) the recognition of impairment losses on goodwill of approximately HK\$1,200 million. Part of the impact of the increase in finance cost was already reflected in the results of the Company for the six months ended 28 February 2023. The Group wishes to point out that the aforesaid impairment losses on goodwill will not have any effect on the cash flow of its business, and also have no impact on the business in future years.

As the Company is still in the course of preparing its results for the year ended 31 August 2023, the information contained in this announcement is only a preliminary assessment by the Board based on the information currently available and the unaudited consolidated financial information of the Group, which have not been reviewed or audited by the Company’s auditors or have not been confirmed by the Audit Committee of the Company. The overall financial results of the Group for the year ended 31 August 2023 will only be ascertained when all the relevant results and corresponding treatments are finalised.

The results of the Group for the year ended 31 August 2023 are scheduled to be approved and announced by the Board on or about 2 November 2023.

**Shareholders of the Company and potential investors should exercise caution when dealing in the securities of the Company.**

By order of the Board  
**HKBN Ltd.**  
**Bradley Jay HORWITZ**  
*Chairman*

Hong Kong, 9 October 2023

*As at the date of this announcement, the Board comprises:*

*Executive Directors*

Mr. Chu Kwong YEUNG  
Mr. Ni Quiaque LAI

*Non-executive Directors*

Mr. Liyang ZHANG  
Ms. Shengping YU

*Independent Non-executive Directors*

Mr. Bradley Jay HORWITZ (*Chairman*)  
Ms. Kit Yi Kitty CHUNG  
Ms. Ming Ming Anna CHEUNG  
Mr. Stanley CHOW  
Mr. Yee Kwan Quinn LAW, SBS, JP

*Where the English and the Chinese texts conflict, the English text prevails.*