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.

ISP HOLDINGS LIMITED

昇柏控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 02340)

PROFIT WARNING

This announcement is made by ISP Holdings Limited (the "**Company**" and 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**") informs the shareholders of the Company (the "**Shareholders**") and potential investors that based on preliminary review of the unaudited condensed consolidated management accounts of the Group for the six months ended 30 June 2024 (the "**Period**") and information currently available to the Board, the Group expects to record the following financial results for the Period:

(1) a decrease in revenue of 38% to 43% for the Period from the revenue of approximately HK$79.2 million for the six months ended 30 June 2023 (the "**Previous Period**"); and

(2) a loss attributable to equity holders of the Company within a range of HK$10.0 million to HK$15.0 million for the Period, as compared to a loss attributable to equity holders of the Company of approximately HK$7.9 million for the Previous Period.

The reasons for the decrease in revenue and increase in loss incurred for the Period are set out below:

(1) Certain substantial key projects have been completed in first quarter of 2024 and the newly awarded projects during the Period would only commence in second half of the year;

(2) Work progress of our existing projects was disrupted during the Period because of customers' change of design or construction plans;

(3) Savings were successfully achieved from certain completed projects with some subcontractors' final acceptance of more realistic final payments on their performed works;

(4) More legal fees were incurred to support the litigation and arbitration cases during the Period, and the trials would be commenced in 2025; and

(5) Provision was made for the cost order nisi for the Group to pay the plaintiff's costs on an indemnity basis for the Previous Period under the judgement for litigation cases with Falcon Insurance Company (Hong Kong) Limited under High Court Action number of HCA 245 of 2022 and HCA 472/2022, of which references can be made to the annual report of the Company for the year ended 31 December 2023 and the announcement of the Company dated on 27 April 2023.

The Company is still in the process of finalising the interim results of the Group for the Period. The Directors wish to emphasize that the information contained in this announcement is based on the Board's preliminary assessment of the latest unaudited condensed consolidated management accounts of the Group for the Period, which have not been reviewed by the Company's independent auditor and/or reviewed by the audit committee of the Company. The actual interim results of the Group for the Period may differ from what is disclosed in this announcement. The unaudited interim results of the Group for the Period will be announced on 22 August 2024.

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

By order of the Board
ISP Holdings Limited
Kingston Chu Chun Ho
Chairman

Hong Kong, 14 August 2024

As at the date of this announcement, the Board comprises Mr. Kingston Chu Chun Ho (Chairman) as Executive Director; Mr. Lam Chun Kit as Non-executive Director; and Mr. Lau Man Tak, Mr. Eric Lee Hon Man and Mr. To Chun Wai as Independent Non-executive Directors.