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## **HONG KONG INTERNATIONAL CONSTRUCTION INVESTMENT MANAGEMENT GROUP CO., LIMITED**

*(Incorporated in Bermuda with limited liability)*

**(Stock code: 687)**

### **PROFIT WARNING**

This announcement is made by Hong Kong International Construction Investment Management Group Co., Limited (the “**Company**” and, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (Cap. 571).

### **EXPECTED DECREASE IN THE FINANCIAL RESULTS OF THE GROUP FOR THE SIX MONTHS ENDED 30 JUNE 2019**

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders and potential investors of the Company that, based on a preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2019 (the “**Management Accounts**”) and the management’s preliminary assessment of such Management Accounts, the Group is expected to record a substantial loss of no less than HK\$1.1 billion for the six months ended 30 June 2019, as compared with the profit of approximately HK\$1 billion for the corresponding period in 2018.

### **REASONS FOR THE LOSS**

Based on information available to the Board immediately preceding the release of this announcement, the expected loss of the Group for the six months ended 30 June 2019 was principally attributable to (a) the one-off loss of approximately HK\$0.7 billion from the sale of Twinpeak Assets Limited, a former subsidiary of the Company which held the piece of land parcel known as New Kowloon Inland Lot No. 6563, on Kai Tak Area 1L Site 2, Kai Tak, Kowloon, Hong Kong, details of which are disclosed in the announcement of the Company dated 1 February 2019; (b) the one-off write-down of assets held for sale to net realisable value of approximately HK\$0.1 billion as the Group has entered into a sale and purchase agreement in relation to the sale of Superior Choice Holdings Limited, a subsidiary of the Company which holds the property situated at No.151 Hollywood Road, Hong Kong on 19 June 2019, details of which are disclosed in the announcement of the Company dated 19 June 2019, assuming completion takes place in accordance with the terms of the sale and purchase

agreement; (c) fair value losses of the Group's investments of approximately HK\$0.2 billion; and (d) the operating loss, which is primarily due to intense market competition in the foundation piling business.

As the Company is in the course of finalising the unaudited consolidated management accounts of the Group for the six months ended 30 June 2019, information in this announcement regarding the estimated financial results of the Group is based on a preliminary assessment by the management of the Company with reference to the information currently available to the Company, including the Management Accounts and is not based on any figure or information audited or reviewed by the Company's independent auditors, and may be subject to changes.

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

By order of the Board  
**HONG KONG INTERNATIONAL CONSTRUCTION  
INVESTMENT MANAGEMENT GROUP CO., LIMITED**  
**Fung Chiu Chak, Victor**  
*Vice-Chairman*

Hong Kong, 1 August 2019

*As at the date of this announcement, the executive directors of the Company are Mr. Fung Chiu Chak, Victor and Mr. Sun Kin Ho Steven; the non-executive directors of the Company are Mr. Justin Wai, Mr. Wang Tianbing, Mr. David Robert McClure, Mr. Lau Che Hang Alex, Mr. Wu Charles Hsing-yuan and Mr. Yuen Pak Man; and the independent non-executive directors of the Company are Mr. Fan Chor Ho, Mr. Tse Man Bun, Mr. Lung Chee Ming, George and Mr. Li Kit Chee.*

*Company website: [www.hkicimgroup.com](http://www.hkicimgroup.com)*