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## **YUE KAN HOLDINGS LIMITED**

### **裕勤控股有限公司**

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

**(Stock Code: 2110)**

### **PROFIT WARNING**

This announcement is made by Yue Kan Holdings Limited (the “**Company**” and 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 (Cap. 571, 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 the preliminary assessment by the Board of the latest available unaudited consolidated management accounts of the Group and the latest information available to the Board, the Group is expected to record a decrease in the net profit by approximately 50.0% to 70.0% for the year ended 31 May 2022 as compared to the profit attributable to equity shareholders of approximately HK\$37.6 million for the year ended 31 May 2021. Such decrease was primarily attributable to, among other factors, (i) decrease in number of sizeable projects undertaken by the Group and the lowered tender price as a result of keen competition in the Hong Kong construction market in general; (ii) increase in rental cost of vessels and price of diesel fuel due to inflation and market price fluctuations; (iii) certain projects with prolonged project schedule and the corresponding additional costs resulting from the COVID-19 containment measures implemented in Hong Kong due to the outbreak of the new wave of COVID-19 pandemic during the first half of 2022; and (iv) several vessels that were modified specifically for one port work project were idled as the delivery of materials for fabrication purposes was severely disrupted and an estimated loss of approximately HK\$2.7 million has been incurred due to prolonged project schedule.

The Company is still in the process of finalising the Group’s consolidated annual results for the year ended 31 May 2022. The information contained in this announcement is only a preliminary assessment by the Board based on the latest unaudited consolidated management accounts of the Group for the year ended 31 May 2022, which have not been audited or reviewed by the auditor or

the audit committee of the Company and may be subject to adjustments. Shareholders and potential investors of the Company are advised to read carefully the Company's annual results announcement for the year ended 31 May 2022, which is expected to be published by the end of August 2022.

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

By order of the Board  
**Yue Kan Holdings Limited**  
**Heung Che Kan**  
*Chairman and Executive Director*

Hong Kong, 20 July 2022

*As at the date of this announcement, the executive Directors of the Company are Mr. Heung Che Kan (Chairman), Mr. Heung Yue Wing, Ms. Lee Ming Chu Jade, Mr. Ouyang Jianwen and Mr. Luo Hao; and the independent non-executive Directors of the Company are Mr. Chiu Tai Shing, Mr. Fung Hoi Fung and Mr. Wan Wai Wing.*