

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.



Kimou Environmental Holding Limited

金茂源環保控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 6805)

POSITIVE PROFIT ALERT

This announcement is made by Kimou Environmental Holding Limited (“**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 (“**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules).

The board (“**Board**”) of directors (“**Directors**”) of the Company wishes to inform the shareholders and potential investors of the Company that based on the preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2020 (“**2020H1**”) and the information currently available, the Group is expected to record an increase in the profit for 2020H1 of not less than RMB31.0 million, as compared to the profit of approximately RMB3.2 million for the six months ended 30 June 2019 (“**2019H1**”).

The Board attributes such expected increase in profit principally to the combined effect of (i) an increase in turnover for 2020H1 as a result of the increase in the revenue generated from the rental and facilities usage; (ii) the decrease in the finance costs; (iii) the absence of the listing expenses for 2020H1 (2019H1: RMB13.8 million); and (iv) the deferred tax impact on the dividend declared by a subsidiary of the Company in the People’s Republic of China to its immediate holding company in Hong Kong in 2019H1.

The information contained in this announcement is only based on the preliminary assessment by the management of the Company with reference to the information currently available, including the unaudited consolidated management accounts of the Group for 2020H1, which has not been audited or reviewed by the auditors of the Company and may be subject to adjustments and changes. Details of the Group’s financial information and performance will be disclosed in the 2020 interim results announcement of the Company, which is expected to be published in late August 2020.

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

On behalf of the Board
Kimou Environmental Holding Limited
Zhang Lianghong
Chairman

Hong Kong, 11 August 2020

As at the date of this announcement, the Board comprises Mr. Zhang Lianghong (Chairman), Mr. Zhu Heping (Chief Executive Officer), Mr. Lee Yuk Kong and Mr. Huang Shaobo as executive Directors, and Mr. Li Xiaoyan, Mr. Li Yinquan and Mr. Kan Chung Nin, Tony SBS, JP as independent non-executive Directors.