

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.



Shinelong Automotive Lightweight Application Limited

勛龍汽車輕量化應用有限公司

(Incorporated in Cayman Islands with limited liability)

(Stock Code: 1930)

PROFIT WARNING

This announcement is made by Shinelong Automotive Lightweight Application Limited (the “**Company**”, 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 (Chapter 571 of the Laws of Hong Kong).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors of the Company that, based on a preliminary review on the unaudited consolidated management accounts of the Group for the year ended 31 December 2021 (“**FY2021**”), the Group is expected to record a net profit attributable to owners of the Company of approximately RMB21.2 million for FY2021, representing a decrease of approximately 25.2% as compared to that of approximately RMB28.3 million for the year ended 31 December 2020.

The Board considers that such decrease in profit for FY2021 is mainly attributable to the combined effects of:

- (i) decrease in gross profit margin as a result of sales discounts offered to some of the Group’s major customers and fierce competition;
- (ii) the absence of revenue from the sales of health protective appliance moulds for FY2021 as the novel coronavirus disease 2019 was relatively under control in the PRC;
- (iii) increase in other income arising from the disposal of plant and land; and
- (iv) decrease in general and administrative expenses.

The information contained in this announcement is only based on a preliminary assessment made by the Board with reference to the unaudited consolidated management accounts of the Group for FY2021 along with information currently available to the Company, which have not been audited or reviewed by the Company's auditors and the audit committee of the Company and may be subject to adjustment. Shareholders and potential investors are advised to read carefully, the annual results announcement of the Company for FY2021, which is expected to be announced in March 2022 in compliance with the Listing Rules.

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

By order of the Board
Shinelong Automotive Lightweight Application Limited
Lin Wan-Yi
Chairman and Executive Director

Hong Kong, 24 February 2022

As at the date of this announcement, the executive directors of the Company are Mr. Lin Wan-Yi, Mr. Yung Chia-Pu, Mr. Cheng Ching-Long and Mr. Lu Jen-Chieh; the non-executive director of the Company is Ms. Hsieh Pei-Chen; and the independent non-executive directors of the Company are Mr. So George Siu Ming, Mr. Lin Lien-Hsing and Mr. Fan Chi Chiu.