

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.

LONKING 龍工
LONKING HOLDINGS LIMITED
中國龍工控股有限公司*

(Incorporated in the Cayman Islands with Limited Liability)

(Stock code: 3339)

PROFIT WARNING

This announcement is made by Lonking Holdings Limited (the “**Company**”, 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 Inside Information Provisions under Part XIVA of the SFO.

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 Board’s preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2022, the Board expects a substantial decline in its net profit for the first half year of 2022. The net profit will be RMB75 million to RMB150 million, representing a decrease of 84% to 92%, as compared to the corresponding period in the previous year.

The decrease in net profit during the reporting period was mainly due to (i) the domestic construction machinery industry in a downward adjustment period and the decrease in market demand for construction machinery in the first half of this year; (ii) the negative impact of the COVID-19 on the production and operating activities of the Group’s Shanghai base; (iii) the decrease in net income generated from financial assets during the reporting period as compared to the corresponding period in the previous year.

The information contained in this announcement is only the preliminary assessment by the Board of its performance for half year ended 30 June 2022 based on the unaudited consolidated management accounts of the Group for the six months ended 30 June 2022 and not on any data or information audited or reviewed by the Company’s auditors.

* For identification purposes only

Potential investors and Shareholders should exercise caution when dealing in the Company's shares.

By Order of the Board
Lonking Holdings Limited
Li San Yim
Chairman

Hong Kong, 15 July 2022

As at the date of this announcement, Mr. Li San Yim, Mr. Chen Chao, Mr. Zheng Kewen and Mr. Yin Kun Lun are the executive Directors; Ms. Ngai Ngan Ying is the non-executive Director; and Dr. Qian Shizheng, Mr. Wu Jian Ming and Mr. Yu Tai Wei are the independent non-executive Directors.