

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.



**UNIVERSE ENTERTAINMENT AND CULTURE
GROUP COMPANY LIMITED**
寰宇娛樂文化集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 1046)

INSIDE INFORMATION – PROFIT WARNING

This announcement is made by Universe Entertainment and Culture Group Company Limited (the “**Company**” and 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 and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company and potential investors that the Group is preparing its final results for the year ended 30th June 2022 (the “**Year**”). Based on the information currently available, the Group expected (i) the revenue will decrease from approximately HK\$602.6 million for the year ended 30th June 2021 (“**Last Year**”) to approximately HK\$120 million to HK\$130 million during the Year; and (ii) to record a loss for the Year ranging from approximately HK\$85 million to approximately HK\$95 million against a profit of approximately HK\$152.5 million for the Last Year.

The increase in loss of the Group for the Year as compared to the Last Year was mainly due to:

- (i) the decrease in revenue of the Group owing to the absence of blockbusters released by the Group during the Year. Due to the continued widespread outbreak of the COVID-19 pandemic, the Group delayed the debut of several quality films during the Year in response to the periodic lockdown and closure of the cinemas in the People’s Republic of China (the “**PRC**”) and Hong Kong. On the other hand, the Group produced and distributed one blockbuster titled “Shock Wave 2” (“**拆彈專家2**”) and recorded a remarkable box office of approximately RMB1.3 billion in the PRC for the Last Year; and

- (ii) the increase in impairment loss ranging from approximately HK\$25 million to approximately HK\$35 million for the films rights of the Group due to the decrease in income/expected income from the films rights in accordance with the latest market development during the Year.

As the Company is still in the process of finalising the final results for the year ended 30th June 2022, the information contained in this announcement is based only on the preliminary assessment by the management according to the information currently available to it and is not based on any figures or information that has been audited or reviewed by the auditors and the audit committee of the Company.

The final results announcement of the Group for the year ended 30th June 2022 is expected to be released in late September 2022.

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

On behalf of the Board
**Universe Entertainment and Culture
Group Company Limited**
Lam Shiu Ming, Daneil
Chairman and Executive Director

Hong Kong, 22nd July 2022

As at the date of this announcement, the executive directors of the Company are Mr. Lam Shiu Ming, Daneil and Mr. Lam Kit Sun, and the independent non-executive directors of the Company are Mr. Choi Wing Koon, Mr. Lam Chi Keung and Mr. Tang Yiu Wing.