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**SHOUGANG CENTURY HOLDINGS LIMITED**  
**首 佳 科 技 製 造 有 限 公 司**

*(Incorporated in Hong Kong with limited liability)*

(Stock Code: 103)

**UPDATE ON FINANCIAL PERFORMANCE**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2022**

This announcement is made by the board (the “Board”) of directors (the “Directors”) of Shougang Century Holdings Limited (the “Company”, together with its subsidiaries, collectively, the “Group”) pursuant to Rule 13.09(2) of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

The Board now wishes to inform the shareholders of the Company (the “Shareholders”) and potential investors that, based on the Board’s preliminary assessment of the unaudited consolidated financial statements of the Group for the six months ended 30 June 2022 and the information currently available to the Board, the Group will expect to record a profit after tax in the range of approximately HK\$30,000,000 to HK\$38,000,000 for the six months ended 30 June 2022 as compared to the profit after tax of HK\$52,256,000 for the six months ended 30 June 2021. The Board considers that the decrease in profit after tax was mainly attributable to the impact of the resurgence of the COVID-19 pandemic on economic activities, which led to (i) a decline in automotive sales and reduction in transportation volume, weakening the demand of accessorial and replacement tyres; and (ii) the fact that the increase in energy and raw material costs could not be fully passed to the downstream, resulting in the reduction in gross profit.

Despite the above situation, the Group’s overall operational and financial position remains stable, bank and cash balances (including secured and unsecured bank balances) as at 30 June 2022 were higher than those at 31 December 2021. In response to the current challenging operating environment under the ongoing COVID-19 pandemic and the volatile international economic conditions stemmed from geopolitical conflicts, the Group will continue to closely monitor the market situations and make necessary adjustments to its strategies and operations to improve efficiency and profitability.

As the Company is still in the process of finalizing the consolidated results of the Group for the six months ended 30 June 2022, the information contained in this announcement is only a preliminary assessment by the Board and may be subject to adjustments upon further review. Details of the financial information of the Group for the six months ended 30 June 2022 are expected to be published in the interim results announcement before the end of August 2022 in compliance with the requirements of the Listing Rules.

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

By order of the Board  
**Shougang Century Holdings Limited**  
**SU Fanrong**  
*Chairman and Managing Director*

Hong Kong, 19 August 2022

*As at the date of this announcement, the Board comprises the following Directors:*

*Mr. Su Fanrong (Chairman and Managing Director), Mr. Yang Junlin (Deputy Managing Director), Mr. Ye Qian (Executive Director), Mr. Li Jinping (Executive Director), Mr. Adam Touhig (Non-executive Director), Mr. Yip Kin Man, Raymond (Independent Non-executive Director), Mr. Lam Yiu Kin (Independent Non-executive Director) and Mr. Feng Yaoling (Independent Non-executive Director).*