

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.



RIVERINE CHINA HOLDINGS LIMITED

浦江中國控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1417)

PROFIT WARNING

This announcement is made by Riverine China Holdings Limited (the “Company” and 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 (“Listing Rules”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “Board”) of the Company wishes to inform the shareholders of the Company and potential investors that, based on a preliminary assessment of the unaudited consolidated management accounts of the Group for the year ended 31 December 2023 and the information currently available to the Board, it is expected that the Group’s consolidated net loss for the year ended 31 December 2023 will be not more than approximately RMB81.0 million, as compared with the net profit of approximately RMB24.8 million for the year ended 31 December 2022. The consolidated net loss is mainly due to the following reasons:

- (i) Based on the principle of prudence, an impairment of approximately RMB25.5 million has been made for the other intangible assets arisen from the acquisition of the Group’s urban sanitary service segment.
- (ii) The substantial decrease in revenue and gross profit of the urban sanitary service segment of the Group, which was resulted from the poor post-pandemic macroeconomic environment and the reduction of government expenditure.

- (iii) Based on the principle of prudence, a further impairment of approximately RMB48.3 million has been made and has been reflected as the loss in fair value of investment properties.
- (iv) The decrease in profits of sublease services, which was resulted from the temporary redecoration of investment properties as the Group could not rent out the properties during redecoration period. At the same time the Group was still obliged to bear the lease liabilities and redecoration costs for the year ended 31 December 2023.

Notwithstanding the above, the business conditions and operating results of the Group's main business, i.e. property management services remained positive and kept increasing and the Group also achieved healthy net operating cash inflow. Nevertheless, the aforesaid factors that led to profit decline had a more significant impact and resulted in the Group's consolidated net loss for the year ended 31 December 2023.

The information contained in this announcement is only based on the preliminary assessment by the management of the Company of the information currently available to the Group, including the unaudited consolidated management accounts of the Company for the year ended 31 December 2023, and is not based on any figure or information which has been audited or reviewed by the Company's auditors and may be subject to adjustments and changes. The actual financial results of the Group for the year ended 31 December 2023 may differ from the information contained in this announcement. Details of the Group's financial information and performance will be disclosed when the Group's annual results for the year ended 31 December 2023 are announced, which are expected to be published on 28 March 2024.

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

By order of the Board
Riverine China Holdings Limited
Xiao Xingtao
Chairman

Hong Kong, 27 March 2024

As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Xiao Xingtao (Chairman), Mr. Fu Qichang, Mr. Xiao Yuqiao and Ms. Wang Hui; one non-executive Director, namely Mr. Zhang Yongjun; and three independent non-executive Directors, namely Mr. Cheng Dong, Mr. Weng Guoqiang and Mr. Shu Wa Tung Laurence.