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長江製衣有限公司
YANGTZEKIANG GARMENT LIMITED
(Incorporated in Hong Kong with limited liability)
(Stock Code: 00294)

PROFIT WARNING

This announcement is made in accordance with Rule 13.09 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 in 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 YangtzeKiang Garment Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to inform the shareholders of the Company and potential investors that, the Group is expected to record a loss for the year ended 31 March 2020 in the range of between HK\$45 million and HK\$ 65 million as compared to a profit after taxation of approximately HK\$20 million for the year ended 31 March 2019. The Board is of the view that the expected loss was mainly attributable to: (i) the decrease in the amount of sales revenue of garment business caused by Sino-US trade dispute and economical adversities; (ii) a decrease in fair value of investment property; (iii) the impairment loss of property, plant and equipment, trade receivables and inventories and (iv) the poor performance of the textile business operated by our joint ventures in Wuxi due to Sino-US trade dispute and Covid-19 pandemic.

The information contained in this announcement is solely based on the information currently available to and the preliminary review by the Group’s management of the unaudited sales and other financial information of the Group for the year ended 31 March 2020, which are subject to finalisation and necessary adjustments and have not yet been audited, confirmed or reviewed by the Company’s independent auditor or its audit committee. Therefore, the actual consolidated results of the Group for the year ended 31 March 2020, which are expected to be released by the end of June 2020, may differ from the information contained in this announcement. Shareholders and potential investors of the Company are therefore advised to peruse the results with care when the results announcement is released.

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

By Order of the Board
YANGTZEKIANG GARMENT LIMITED
Chan Wing Fui, Peter
Chairman

Hong Kong, 17 June 2020

As at the date of this announcement, the Board consists of six executive directors, namely Mr. Chan Wing Fui, Peter, Mr. Chan Wing Kee, Mr. Chan Wing To, Madam Chan Suk Man, Mr. Chan Wing Sun, Samuel and Mr. So Ying Woon, Alan and three independent non-executive directors, namely Mr. Choi Ting Ki, Mr. So Stephen Hon Cheung and Mr. Li Guangming.