

*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.*



## **KWOON CHUNG BUS HOLDINGS LIMITED**

**冠忠巴士集團有限公司\***

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 306)**

### **INSIDE INFORMATION PROFIT WARNING**

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “Board”) of Kwoon Chung Bus Holdings Limited (the “Company” and together with its subsidiaries, collectively the “Group”) wishes to inform the shareholders of the Company 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 September 2018 (the “current period”), which have not been reviewed nor confirmed by the audit committee of the Board, it is expected that the Group will record a net profit attributable to owners of the parent for the current period of not more than HK\$40 million, which represents a considerable decrease from that of the six months ended 30 September 2017 (the “prior period”). Based on the information available to the Company immediately preceding the publication of this announcement, the Board considers that such expected decrease is mainly due to: (1) exceptionally significant gain on disposal of fixed assets amounted to approximately HK\$59 million during the prior period, and the non-recurrence of such significant gain during the current period; (2) increase in fuel costs and frontline staff wages during the current period as a result of soaring international fuel prices and the tension in labour supply market respectively; and (3) incurrence of substantial expenditure in relation to preliminary preparation for the opening of the Hong Kong-Zhuhai-Macao Bridge

\* *For identification purpose only*

business, including higher depreciation charges arising from extra bus purchases, lease of cross-boundary bus quotas, driver recruitment and training, and promotion expenses during the current period.

The information contained in this announcement is only based on the Board's preliminary assessment of the unaudited consolidated management accounts of the Group for the current period and the information currently available to the Company. The Company is still in the course of finalising such accounts, which are yet to be reviewed or confirmed. The unaudited consolidated interim results of the Group for the current period will be announced on 29 November 2018.

**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  
**Kwoon Chung Bus Holdings Limited**  
**Wong Leung Pak, Matthew, BBS**  
*Chairman*

Hong Kong, 16 November 2018

*As at the date of this announcement, the Board comprises Mr. Wong Leung Pak, Matthew, BBS, Mr. Wong Cheuk On, James and Mr. Lo Man Po as executive directors and Mr. Chan Bing Woon, SBS, JP, Mr James Mathew Fong and Chan Fong Kong, Francis as independent non-executive directors.*