

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.



南海控股有限公司*
NAN HAI CORPORATION LIMITED
(Incorporated in Bermuda with limited liability)
(Stock Code: 680)

PROFIT WARNING

This announcement is made by Nan Hai Corporation Limited (the “**Company**”, and together with its subsidiaries, collectively as 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 (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 of directors of the Company (the “**Board**”) hereby informs the shareholders of the Company and potential investors that the Group is expected to record a loss of approximately HK\$550 million to HK\$600 million for the six months ended 30 June 2021 as compared to a loss of approximately HK\$1,500.8 million for the six months ended 30 June 2020.

For the six months ended 30 June 2020, the Group recorded a larger loss due to the impact of the unexpected COVID-19 epidemic (“**Epidemic**”) and its continuing impact on the macro economy, and the Group made provision for impairment of property, plant and equipment and goodwill in the culture and media services and innovative business segments of approximately HK\$1,120.7 million as a matter of prudence. For the six months ended 30 June 2021, the Group benefited from the continuous improvement of the Epidemic prevention and control situation in China, and the film market has gradually recovered. However, the negative impact brought by the Epidemic has not been fully eliminated in the short term, and has also affected the revenue of the Group’s culture and media services segment to a certain extent. In addition, the property development segment was affected by the cyclical nature of property development and the revenue was lower year-on-year. As a result, the Group recorded a loss for the six months ended 30 June 2021, but the loss was reduced when compared with the same period last year.

* For identification purpose only

The information contained in this announcement is solely based on a preliminary assessment by the management of the Company on the unaudited consolidated management accounts of the Group, which have not been reviewed by the audit committee of the Company. Such financial information will be subject to finalization and necessary adjustments. The interim results announcement of the Group for the six months ended 30 June 2021 is expected to be published later this month and the corresponding 2021 interim report will be published subsequently.

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

By order of the Board
Nan Hai Corporation Limited
Liu Rong
Executive Director and Chief Executive Officer

Hong Kong, 6 August 2021

As at the date of this announcement, the directors of the Company are as follows:

Executive directors:

Mr. Yu Pun Hoi

Ms. Liu Rong

Non-executive director:

Mr. Lam Bing Kwan

Independent non-executive directors:

Mr. Lau Yip Leung

Mr. Xiao Sui Ning

Mr. Ho Yeung Nang