Linocraft Holdings Limited
東駿控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8383)

PROFIT WARNING

This announcement is made by Linocraft Holdings Limited (the "**Company**") and together with its subsidiaries, (collectively the "**Group**") pursuant to Rule 17.10 of the Rules (the "**GEM Listing Rules**") Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited and the Inside Information Provisions (as defined in the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board (the "**Board**") of directors of the Company (the "**Directors**") wishes to inform the shareholders (the "**Shareholders**") of the Company and potential investors that, based on the information currently available to the Board, the Group is expected to record a significant decrease in profit attributable to Shareholders, though there is no material change in revenue, for the nine months ended 31 May 2020 (the "**3Q2020**"), as compared to the corresponding period for the nine months ended 31 May 2019.

Reference was made to the Note 16 to the financial information of the interim report of the Company for the six months ended 29 February 2020 dated 14 April 2020. Due to rapid spread of the novel coronavirus disease (**COVID-19**), both Malaysia and the Philippines government have implemented measures including the lockdown in the countries in order to control the spread and reduce the scale of the infection. This has impacted the usual business activities of the countries and disrupted the daily operations of the Group.

As a result of the control measures adopted and the business disruption, the revenue has dropped approximately 40% for the three months ended 31 May 2020, as compared to the same corresponding period last year and the gross profit margin has shrunk. Therefore, the Company might record a loss for the three months ended 31 May 2020 and a significant decrease in profit for 3Q2020 despite a satisfactory performance in the first half of the financial year.

The Company is in the process of finalizing the results for 3Q2020. The information contained in this announcement is only based on a preliminary assessment by the Board based on the information currently available and is subject to any adjustments if necessary. The results for 3Q2020 are expected to be published by no later than 15 July 2020.

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

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By order of the Board
Linocraft Holdings Ltd
Tan Woon Chay
Executive Director

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Hong Kong, 10 June 2020

As at the date of this announcement, the executive Directors are Mr. Ong Yoong Nyock and Mr. Tan Woon Chay and the independent non-executive Directors are Mr. Choy Wing Keung David, Mr. Liew Weng Keat and Mr. Teoh Cheng Tun.

This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at http://www.hkgem.com for a minimum period of seven days from the date of its publication and on the Company's website at http://www.linocraftprinters.com.