

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.



EASYKNIT INTERNATIONAL HOLDINGS LIMITED

永義國際集團有限公司

(incorporated in Bermuda with limited liability)

(Stock Code : 1218)

POSITIVE PROFIT ALERT

This announcement is made by Easyknit International Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) in accordance with Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) concerning disclosure of inside information and Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders and potential investors of the Company that based on the preliminary assessment of the unaudited consolidated management accounts of the Group and the information currently available to the Board for the six months ended 30 September 2021 (the “**Period**”), the Group is expected to record a net profit of not less than HK\$1,000 million for the Period which had increased notably as compared with the net loss of approximately HK\$64 million of the corresponding period in 2020. During the Period, the Group had increased its shareholding interests in Eminence Enterprise Limited (“**Eminence**”) (stock code: 616) and held approximately 74.76% of the total issued share capital of Eminence as at 30 September 2021, Eminence was recognised as a subsidiary in the books of the Company and has been consolidated into the Group’s financial statements. Apart from the contribution of expected profit results from Eminence, the increase in profit of the Group for the Period compared with corresponding period last year was primarily attributable to, among other things, gain on bargain purchase of additional interests in Eminence, profit generated from sale of properties, increase in profit on change in fair value of investment properties, and decrease in write-down on properties held for development for sale.

The Company is still in the process of finalising the consolidated results of the Group for the Period. The information contained in this announcement is only based on the preliminary assessment on the unaudited consolidated management accounts of the Group for the Period by the Board which has yet to be reviewed by the independent auditors of the Company or by the Audit Committee of the Company. Details of the performance of the Group for the Period will be disclosed in the interim results announcement of the Company which is expected to be released in late November 2021.

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
EASYKNIT INTERNATIONAL HOLDINGS LIMITED
Koon Ho Yan Candy
President and Chief Executive Officer

Hong Kong, 16 November 2021

As at the date hereof, the Board comprises Ms. Koon Ho Yan Candy, Ms. Lui Yuk Chu and Mr. Tse Wing Chiu Ricky as executive Directors; and Mr. Tsui Chun Kong, Mr. Jong Koon Sang and Mr. Lau Chak Hang Charles as independent non-executive Directors.