

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.

KB
KINGBOARD
HOLDINGS LIMITED
建滔集團有限公司
*(Incorporated in the Cayman Islands
with limited liability)*
(Stock Code: 148)

KB
KINGBOARD LAMINATES
HOLDINGS LIMITED
建滔積層板控股有限公司
*(Incorporated in the Cayman Islands
with limited liability)*
(Stock Code: 1888)

JOINT ANNOUNCEMENT

PROFIT WARNING

This announcement is jointly published by Kingboard Holdings Limited (“**KBH**”, together with its subsidiaries, the “**KBH Group**”) and Kingboard Laminates Holdings Limited (“**KBL**”, together with its subsidiaries, the “**KBL Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of KBH (the “**KBH Board**”) wishes to inform shareholders and potential investors of KBH that, based on the preliminary review of the unaudited management accounts of the KBH Group (including the KBL Group) for the year ended 31 December 2019 and the information currently available to the KBH Board, the KBH Group is expecting to record a decrease in the reported net profit and underlying net profit* from 45% to 55% and from 20% to 30%, respectively, for the year ended 31 December 2019 as compared with 2018. Underlying net profit excluded share-based payments, gain on disposal of a subsidiary and written off of property, plant and equipment. The expected decrease in the underlying net profit of the KBH Group is mainly attributable to the fact that the market was in short supply in 2018, and the unit selling prices of products were higher. However, the gap between supply and demand in 2019 has narrowed, and the unit selling prices of certain products have fallen in 2019. The expected decrease in the reported net profit is mainly attributable to the abovementioned reason in supply and demand and the absence of certain extraordinary or exceptional items when compared with 2018.

The board of directors of KBL (the “**KBL Board**”) wishes to inform shareholders and potential investors of KBL that, based on the preliminary review of the unaudited management accounts of the KBL Group for the year ended 31 December 2019 and the information currently available to the KBL Board, the KBL Group is expecting to record a decrease in the

reported net profit and underlying net profit, each from 20% to 30%, for the year ended 31 December 2019 as compared with 2018. The expected decrease in the reported net profit and the underlying net profit of the KBL Group is mainly attributable to the fact that the market was in short supply in 2018, and the unit selling prices of products were higher. However, the gap between supply and demand in 2019 has narrowed, and the unit selling prices of certain products have fallen in 2019.

This information in this profit warning announcement is only based on the preliminary assessment by the KBH Board and KBL Board, respectively, with reference to their respective management accounts and the information currently available, which are subject to finalization and adjustments where necessary, and has not been audited by the auditors or reviewed by the audit committees of KBH and KBL, respectively. KBH and KBL are still in the process of finalizing their respective annual results for the year ended 31 December 2019. Financial information and other details of KBH and KBL for the year ended 31 December 2019 will be disclosed in their respective annual results announcements in accordance with the requirements of the Listing Rules.

The respective shareholders and potential investors of KBH and KBL are advised to exercise caution when dealing in the securities of KBH and KBL and read carefully the respective annual results announcements of KBH and KBL for the year ended 31 December 2019, which will be published before the end of March 2020 pursuant to the requirements of the Listing Rules.

By Order of the board of directors
Kingboard Holdings Limited
Lo Ka Leong
Company Secretary

By Order of the board of directors
Kingboard Laminates Holdings Limited
Lam Ting Hin
Company Secretary

Hong Kong, 2 March 2020

As at the date of this announcement, the board of directors of Kingboard Holdings Limited consists of Messrs. Cheung Kwok Wing, Chang Wing Yiu, Cheung Kwong Kwan, Ho Yin Sang, Cheung Wai Lin, Stephanie, Cheung Ka Shing and Chen Maosheng, being the executive directors and Messrs. Cheung Ming Man, Chong Kin Ki, Leung Tai Chiu and Chan Wing Kee, being the independent non-executive directors.

As at the date of this announcement, the board of directors of Kingboard Laminates Holdings Limited consists of Messrs. Cheung Kwok Wa, Cheung Kwok Keung, Cheung Kwok Ping, Lam Ka Po, Cheung Ka Ho and Zhou Pei Feng, being the executive directors, Mr. Lo Ka Leong, being the non-executive director, and Messrs. Leung Tai Chiu, Ip Shu Kwan, Stephen, Zhang Lu Fu and Lau Ping Cheung, Kaizer, being the independent non-executive directors.

* *Not a GAAP financial indicator of a standardised meaning and therefore may not be directly comparable to similar indicators presented by other issuers.*