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## **RUIXIN INTERNATIONAL HOLDINGS LIMITED**

**瑞鑫國際集團有限公司**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 724)**

### **PROFIT WARNING**

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the SFO.

The Board wishes to inform the shareholders of the Company and potential investors that the Group is expected to make a reduced loss for the Reporting Period, subject to the going concern assessment, the potential provision on expected credit loss from trade receivables, and the impairment assessment of property, plant and equipment and other assets.

**Shareholders of the Company and potential investors should exercise caution when dealing in the shares or other securities of the Company.**

This announcement is made by Ruixin International Holdings Limited (the “**Company**”, together with its subsidiaries, the “**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 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 “**SFO**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company and potential investors that the Group is expected to report an estimated loss of around HK\$54.0 million for the year ended 31 December 2020 (the “**Reporting Period**”), as compared with the loss of approximately HK\$60.3 million for the year ended 31 December 2019 (the “**Corresponding Period**”). The estimated loss for the Reporting Period has yet to include, among others, the going concern assessment, the potential provision on expected credit loss (“**ECL**”) from trade receivables based on the ECL model valuation and the impairment assessment of property, plant and equipment pending valuation of these assets, and the impairment assessment of other assets (the “**Potential Provision**”).

Subject to adjustments for the Potential Provision, the decrease in loss for the Reporting Period was mainly due to, among others, (i) the decrease in operating loss for the Reporting Period; and (ii) the gain on disposal of a joint venture in the Reporting Period but not in the Corresponding Period, which is partly offset by the increase in imputed interest expenses on convertible notes for the Reporting Period. The decrease in operating loss for the Reporting Period was mainly due to, among others, the reduction in loss from the electronic products business and cost control measures. The reduction in loss from the electronic products business for the Reporting Period was mainly due to, among others, the increase in revenue mainly owing to a quicker resumption after the lockdown in the manufacturing process in China in early 2020 and the sales of difference product mix.

As the Company is still in the process of finalising the annual results of the Group for the Reporting Period, the information contained in this announcement is only based on a preliminary assessment by the Board with reference to the management accounts of the Group and on the information available for the time being, but not on any data or information audited or reviewed by the auditor of the Company. Financial information and other details of the Group will be disclosed in the annual results announcement of the Group for the Reporting Period.

**Shareholders of the Company and potential investors should exercise caution when dealing in the shares or other securities of the Company.**

By order of the Board  
**Ruixin International Holdings Limited**  
**Li Yang**  
*Chairman*

Hong Kong, 10 February 2021

*As at the date of this announcement, the Board comprises Ms. Li Yang (Chairman), Mr. Huang Hanshui and Mr. Yang Junjie as executive Directors; and Mr. Ho Chi Fai and Mr. Zhang Jue as independent non-executive Directors.*