

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.



WISON ENGINEERING SERVICES CO. LTD.

惠生工程技術服務有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2236)

PROFIT WARNING

This announcement is made by Wison Engineering Services Co. Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong) and Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on the preliminary assessment of the Board with reference to the unaudited consolidated management accounts of the Group for the six-month period ended 30 June 2021 (the “**Period**”) and other information currently available to the Board, the Group is expected to record a net loss of not greater than RMB100 million for the Period as compared to a profit of approximately RMB9.3 million for the six-month period ended 30 June 2020.

The Board considers that the expected loss was mainly due to (i) the decrease in other income arising from Government grant; (ii) the one-off pandemic relief and subsidies from PRC Government were ceased in 2021; (iii) the increase in the provision for impairment on financial and contract assets of the Group; and (iv) the increase in depreciation and amortization expenses resulting from the change in accounting policy of the measurement of the office building and leasehold land held by the Group from the cost model to the fair value model. The Board wishes to emphasize that the above-mentioned provisions and depreciation made are non-cash in nature and do not have any impact on the cash flow of the Group.

As the Company is still in the process of finalizing the consolidated results of the Group for the Period, the information contained in this announcement (a) is only a preliminary assessment by the Board based on the unaudited consolidated management accounts of the Group which have not been reviewed by the Company's auditor or the audit committee; and (b) may be subject to adjustments upon further review.

Details of the financial information of the Group for the Period are expected to be published in the interim results announcement before the end of August 2021 in compliance with the requirements of the Listing Rules.

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
Wilson Engineering Services Co. Ltd.
Yan Shaochun
Executive Director and Chief Executive Officer

Hong Kong, 29 July 2021

As at the date of this announcement, the executive Directors of the Company are Mr. Yan Shaochun, Mr. Zhou Hongliang, Mr. Dong Hua and Mr. Zheng Shifeng; the non-executive Director and Chairman of the Company is Mr. Liu Hongjun; and the independent non-executive Directors of the Company are Mr. Lawrence Lee, Mr. Tang Shisheng and Mr. Feng Guohua.