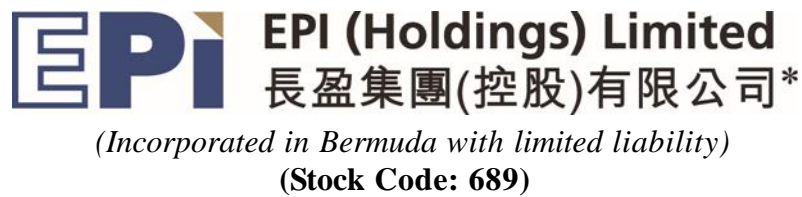


Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09(2) of the Listing Rules and Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that the Group expects to record a significant increase in loss attributable to owners of the Company for the year ended 31 December 2018 as compared to the loss of approximately HK\$54.9 million for the year ended 31 December 2017. The information contained in this announcement is only based on an assessment by the Board according to the management accounts of the Group for the year ended 31 December 2018 which have not been reviewed or audited by the Company's auditor.

Further details of the Group's financial results and performance will be disclosed in the annual results announcement of the Company for the year ended 31 December 2018 which is expected to be announced before the end of March 2019.

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

This announcement is made by EPI (Holdings) Limited (the "**Company**"), and together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**").

** For identification purpose only*

Based on a review by the Company's management on the management accounts of the Group, the Board of Directors (the "**Board**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that the Group expects to record a significant increase in loss attributable to owners of the Company for the year ended 31 December 2018 as compared to the loss of approximately HK\$54.9 million for the year ended 31 December 2017. Such expected increase in loss is mainly due to (i) the net loss on fair value changes of the convertible notes issued by the Company of approximately HK\$24 million, which is non-cash in nature (the accounting treatment of this item has been agreed with the auditor of the Company on the date of this announcement whilst the final amount of which is subject to valuation of the convertible notes on various relevant dates) and (ii) the net loss on financial assets at fair value through profit or loss ("**FVTPL**") of approximately HK\$80 million (which comprised of net unrealised loss and net realised loss of approximately HK\$55 million and HK\$25 million respectively) as compared with the net gain on financial assets at FVTPL recorded by the Group for the year ended 31 December 2017 of approximately HK\$45.1 million (which comprised of net unrealised gain and net realised gain of approximately HK\$25.9 million and HK\$19.2 million respectively) (the Group's financial assets at FVTPL represent listed equity shares invested by the Group); although the financial effects of these two items are partly offset by the absence of share-based payments expense this year whilst an amount of approximately HK\$73.3 million, which was non-cash in nature, was recognised during the year ended 31 December 2017 in relation to the granting of share options.

The Company is in the process of finalising the annual results of the Group for the year ended 31 December 2018. The information contained in this announcement is only based on an assessment by the Board according to the management accounts of the Group for the year ended 31 December 2018 which have not been reviewed or audited by the Company's auditor.

Further details of the Group's financial results and performance will be disclosed in the annual results announcement of the Company for the year ended 31 December 2018 which is expected to be announced before the end of March 2019.

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

By Order of the Board
EPI (Holdings) Limited
Sue Ka Lok
Executive Director

Hong Kong, 15 March 2019

As at the date of this announcement, the Board comprises four Executive Directors, namely Mr. Liu Zhiyi (Chairman and Chief Executive Officer), Mr. Sue Ka Lok, Mr. Yiu Chun Kong and Mr. Chan Shui Yuen; one Non-executive Director, namely Mr. Suen Cho Hung, Paul; and four Independent Non-executive Directors, namely Mr. To Yan Ming, Edmond, Mr. Pun Chi Ping, Ms. Leung Pik Har, Christine and Mr. Kwong Tin Lap.