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HKC (HOLDINGS) LIMITED
香港建設(控股)有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 190)

(website: www.hkcholdings.com)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09(1) of the Listing Rules.

The Board wishes to inform the shareholders of the Company and potential investors that the Group is expected to record a significant loss for the year ended 31 December 2008.

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

This announcement is made by HKC (Holdings) Limited (the “Company”, together with its subsidiaries, the “Group”) pursuant to Rule 13.09(1) of the Rules (the “Listing Rules”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The board of directors of the Company (the “Board”) wishes to inform the shareholders of the Company and potential investors that the Group is expected to record a significant loss for the year ended 31 December 2008. The loss was mainly attributable to (i) the decrease in fair value of the Group’s properties (including investment properties, properties held for own use and properties under development in Hong Kong and the People’s Republic of China (the “PRC”)); (ii) the impairment loss on goodwill in relation to the investment in Hong Kong Energy (Holdings) Limited, a subsidiary of the Company whose securities are listed on the main board of the Stock Exchange (stock code: 987), both of which are a result of the significant downturn of the property market and global economy; (iii) the impairment loss on goodwill in relation to the Group’s toll road project in Guilin, the PRC as a result of the downturn of the PRC economy which had adversely affected Guilin’s tourism industry and thus the traffic volume for the toll road; and (iv) the write-off of certain goodwill related to the Group’s ethanol project in Chongqing, the PRC as a result of the recent significant drop in ethanol prices.

* For identification purpose only

In the meantime, the Company has proceeded to prepare its annual results for the year ended 31 December 2008 as well as to determine the fair value of the above investments for review by its auditors. The overall financial results of the Group for the year ended 31 December 2008 will only be ascertained when all these results and financial information are finalised. Details of the Group's performance will be disclosed as and when the final results for the financial year ended 31 December 2008 are announced.

The information contained in this announcement is only based on information currently available to the Company and is not based on any figures or information that has been audited or reviewed by the Company's auditors.

The Board considers that the financial position of the Company remains sound and that it is well prepared for the challenges ahead. However, in light of the aforesaid, **shareholders of the Company and potential investors are advised to exercise caution in dealing in the shares of the Company.**

As at the date hereof, the Board comprises 14 directors, of which 4 are executive directors, namely, Mr. OEI Kang, Eric, Mr. TSANG Sai Chung, Kirk, Mr. CHAN Kwok Fong, Joseph and Mr. TANG Sau Wai, Tom; 7 are non-executive directors, namely, Mr. OEI Tjie Goan, Mr. LI Xueming, Mr. XU Zheng, Ms. YEN Teresa, Mr. WAN Ming Sun, Mr. LIU Guolin and Mr. FAN Yan Hok, Philip; and 3 are independent non-executive directors, namely, Mr. CHUNG Cho Yee, Mico, Mr. CHENG Yuk Wo and Mr. Albert Thomas DA ROSA, Junior.

By order of the Board
HKC (HOLDINGS) LIMITED
TSANG Sai Chung, Kirk
Company Secretary

Hong Kong, 22 January 2009