

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 disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



INSIDE INFORMATION POSITIVE PROFIT ALERT

This announcement is made by Century Ginwa Retail Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to the Inside Information Provisions (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”)) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong) and Rule 13.09 of the Listing Rules.

The board of directors of the Company (the “**Board**”) is pleased to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on the preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 March 2018, it is expected that the Group will record a profit of approximately RMB23.6 million for the year ended 31 March 2018 as compared to a loss of RMB349.9 million for the corresponding period of last year.

Based on information available to the Company, the aforesaid turnaround from loss to profit is primarily attributable to (i) the increase in revenue of approximately RMB14.3 million from approximately RMB1,144.8 million recorded for the corresponding period of last year; (ii) the absence of the one-off impairment of goodwill of approximately RMB273.0 million; (iii) the absence of the one-off loss arising from the closure of Xinjiang Youhao Store of approximately RMB36.0 million; (iv) the reduction in the net finance cost of approximately RMB39.9 million from approximately RMB136.9 million recorded for the corresponding period of last year; and (v) the saving of operating cost from closure of the loss-making Xinjiang Youhao Store and Shaanxi Tangrenjie Store.

The information contained in this announcement is based on a preliminary assessment by the management of the Company with reference to the unaudited consolidated management accounts of the Group for the year ended 31 March 2018 and the information currently available to the Board. The actual results of the Group for the year ended 31 March 2018 may be different from what is disclosed herein. Such information has not been reviewed or audited by the auditors of the Company and may be subject to adjustments. Shareholders of the Company and potential investors should read the Group's annual results announcement for the year ended 31 March 2018 carefully, which is expected to be published at the end of June 2018.

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

By order of the Board
Century Ginwa Retail Holdings Limited
Kam Hou Yin, John
Chief Executive Officer

Hong Kong, 22 June 2018

As at the date of this announcement, the Board comprises four executive directors, being Mr. Wu Yijian, Mr. Chan Wai Kwong, Peter, Mr. Kam Hou Yin, John and Mr. Sha Yingjie; three non-executive directors, being Mr. Chen Shuai, Mr. Cao Yonggang and Mr. Qu Jiaqi; and four independent non-executive directors, being Mr. Tsang Kwok Wai, Mr. Ruan Xiaofeng, Ms. Sun Zhili and Dr. Cao Guoqi.