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SUMMIT ASCENT HOLDINGS LIMITED

(incorporated in Bermuda with limited liability)

(Stock Code: 102)

PROFIT WARNING

The board of directors (the “**Board**”) of Summit Ascent Holdings Limited (the “**Company**”) and its subsidiaries (the “**Group**”) makes this announcement pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The Board wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the preliminary review of the management accounts of the Group for the six-month period ended 30 June 2020, the outbreak of the COVID-19 has had a huge impact on the gaming and hotel operations of the Group in the first half of 2020 due to (i) the temporary entry ban to the Russian Federation of foreign nationals, including those from Hong Kong and Macau, which had an adverse impact on the Group’s visitation in early 2020, and (ii) the Group’s gaming operation was suspended from or about 28 March 2020 to comply with the measures to control the COVID-19 outbreak as announced by the Russian government, resulting in a significant decrease in the unaudited consolidated revenue of the Group of not more than approximately 63% as compared to the corresponding period in 2019 and an estimated loss attributable to owners of the Company of not more than HK\$50 million for the six months ended 30 June 2020 (the “**Profit Warning**”). As stated in the announcement of the Company dated 15 July 2020, the integrated resort in the Russian Federation has been reopened for business from 16 July 2020 onwards.

The Company is still in the process of finalizing the unaudited interim results for the six-month period ended 30 June 2020. The information contained in this announcement is only based on the preliminary assessment with reference to the information currently available to the management which has not yet been audited or reviewed by the Company’s auditors. The Group’s condensed consolidated financial results for the six-month period ended 30 June 2020 are expected to be announced in late August 2020.

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

References are made to (i) the announcement of the Company dated 1 June 2020 in relation to, among others, the Subscription, the Rights Issue, the Underwriting Agreement, the Whitewash Waiver, the Change in Board Lot Size and the Increase in Authorised Share Capital (the “**Rights Issue Announcement**”); (ii) the announcement of the Company dated 11 June 2020, in relation to the appointment of the independent financial adviser; and (iii) the delay in despatch of the Circular announcements dated 22 June 2020 and 22 July 2020 (“**Delayed Despatch Announcements**”, and together with the Rights Issue Announcement, collectively the “**Announcements**”). Unless otherwise defined herein, capitalised terms used herein shall have the same meanings as those defined in the Announcements.

The Profit Warning included in this announcement constitutes a profit forecast under Rule 10 of the Takeovers Code and should be reported on by the Company’s financial adviser and auditors or accountants in accordance with Rule 10.4 of the Takeovers Code.

In view of the requirements of timely disclosures of the inside information under Rule 13.09(2)(a) of the Listing Rules and the Inside Information Provisions, the Company is required to issue this announcement as soon as practicable and given the time constraints, the Company has encountered genuine practical difficulties (time-wise or otherwise) in meeting the reporting requirements set out in Rule 10.4 of the Takeovers Code.

Under Rule 10.4 of the Takeovers Code, if the Profit Warning is published first in an announcement, it must be repeated in full, together with the reports from the Company’s financial advisers and auditors or accountants on the said profit forecast, in the next document to be sent to the Shareholders. Thus, in the event that any document, for example the Circular, is sent to the Shareholders prior to the publication of the interim results announcement for the six months ended 30 June 2020, the reporting on the Profit Warning by the financial advisers and the auditors of the Company would be included in the Circular. However, if the interim results of the Group for the six months ended 30 June 2020 which fall within the ambit of Rule 10.9 of the Takeovers Code have been published by the time of release of the next Shareholders’ document, the requirements to report on the Profit Warning under Rule 10.4 of the Takeovers Code will no longer apply.

WARNING:

Shareholders and potential investors should note that the Profit Warning does not meet the standard required by Rule 10 of the Takeovers Code and has not yet been reported on in accordance with the Takeovers Code. Accordingly, Shareholders and potential investors are advised to exercise caution when placing reliance on the Profit Warning in assessing the merits and demerits of the Subscription, the Rights Issue, the Underwriting Agreement, and the Whitewash Waiver.

By Order of the Board of
Summit Ascent Holdings Limited
Chau Cheok Wa
Chairman

Hong Kong, 11 August 2020

As at the date of this announcement, the Company's Executive Directors are Mr. Lo Kai Bong (Deputy Chairman) and Mr. Chiu King Yan, the Non-executive Directors are Mr. Chau Cheok Wa (Chairman), Mr. Wong Pak Ling Philip and Dr. U Chio Jeong, and the Independent Non-executive Directors are Mr. Lam Kwan Sing, Mr. Lau Yau Cheung and Mr. Li Chak Hung.

The Directors jointly and severally accept full responsibility for the accuracy of information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.