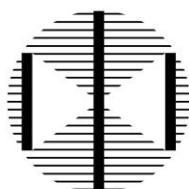


Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this document, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon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



CHKP

CHINA-HONGKONG PHOTO PRODUCTS HOLDINGS LIMITED

中港照相器材集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 1123)

UPDATE ON PROFIT WARNING

This announcement is made by China-Hongkong Photo Products Holdings Limited (the "Company", together with its subsidiaries, the "Group") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and Part XIVA of the Securities and Future Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the profit warning announcement of the Company dated 15 May 2020 (the "Previous Profit Warning Announcement").

The board of directors of the Company (the "Board") wishes to update the shareholders of the Company (the "Shareholders") and potential investors that due to the negative impacts as explained in the Previous Profit Warning Announcement, the adverse financial performance of the Group is further aggravated by the provision for impairment loss of property, plant and equipment and right-of-use assets of approximately HK\$8 million. Together with other factors, including loss on valuation of the Group's investment properties, the Group is expected to record a net loss attributable to the Shareholders of not less than HK\$ 27 million for the year ended 31 March 2020 (the "Year").

The above-mentioned provision for impairment loss is a non-cash accounting treatment, as such, it has no impact on the Group's cash position for the Year. The Group has no borrowing presently and has adequate cash to meet its current business needs. The Board considers that the overall financial position and operations of the Group remain solid.

The information contained in this announcement is only a preliminary assessment by the Board based on the information currently available and the latest available unaudited management accounts of the Group, which have not been reviewed or audited by the Company's audit committee or auditors and are subject to adjustments. The Company is in the process of preparing and finalizing the final results of the Group for the Year which will be announced on 24 June 2020.

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

By Order of the Board
China-Hongkong Photo Products Holdings Limited
Sun Tai Lun, Dennis
Chairman

Hong Kong, 12 June 2020

As at the date of this announcement, the directors of the Company are:

Executive Directors:

Dr. SUN Tai Lun, Dennis (*Chairman*)

Mr. SUN Tao Hung, Stanley (*Deputy Chairman and Chief Executive Director*)

Mr. SUN Tao Hsi, Ryan

Ms. CHAN Wai Kwan, Rita

Non-Executive Director:

Mr. FUNG Yue Chun, Stephen

Independent Non-executive Directors:

Mr. LI Ka Fai, David

Mr. LIU Hui, Allan

Dr. WONG Chi Yun, Allan