

*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.*



**IPE GROUP LIMITED**

**國際精密集團有限公司\***

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 929)**

**ANNOUNCEMENT:  
PROFIT WARNING**

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance.

The Board wishes to inform the Shareholders of the Company and potential investors that the net profit of the Group for the six months ended 30 June 2020 recorded a substantial decrease around 75% and 85% in profit as compared with the same period in 2019.

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

This announcement is made by IPE Group Limited (the “**Company**” and, 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 Futures Ordinance, Cap. 571 of the Laws of Hong Kong (“**SFO**”).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that according to the preliminary review over the drafted financial information of the Group for the six months ended 30 June 2020 prepared by the Company’s management and the information currently available to the Board, the net profit of the Group for the six months ended 30 June 2020 of the Company recorded a substantial decrease around 75% and 85% in profit as compared with the same period in 2019.

\* *For identification purpose only*

The Board believes that decrease in the net profit of the Group for the six months ended 30 June 2020 is mainly attributable to the outbreak of novel coronavirus (COVID-19) over global. The portion of exports sales of the Group is relatively large. As major customers in Europe and the United States have ceased production or reduced orders substantially, resulting in reduced revenue. In addition, PRC authorities have taken a series of prevention and control measures of COVID-19. The Group follows instructions from the relevant authorities to appropriately practice prevention and control measures of COVID-19 so as to reduce our production scales. Our efficiency in economies of scale has substantially reduced, and the Group faced significant cost pressures.

As the Company is still in the process of finalizing its interim results for the six months ended 30 June 2020, the information divulged in this announcement is only based on preliminary assessment by the Company's management according to the latest unaudited management accounts of the Group, which is not reviewed by the audit committee of the Company. Further details of the Group's performance will be disclosed in the Group's interim results announcement for the six months ended 30 June 2020 to be announced in August 2020.

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  
**IPE Group Limited**  
**Zeng Guangsheng**  
*Chairman*

Hong Kong, 3 July 2020

*As at the date of this announcement, the Board comprises two executive directors, namely, Mr. Zeng Guangsheng (Chairman and Chief Executive Officer) and Mr. Ng Hoi Ping; two non-executive directors, namely, Ms. Zeng Jing and Mr. Chen Kuangguo; and four independent non-executive directors, namely, Mr. Yang Rusheng, Mr. Cheung, Chun Yue Anthony, Mr. Mei Weiyi and Mr. Xu Bing.*