

*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.*



瑞安建業有限公司\*  
**SOCAM Development Limited**  
(Incorporated in Bermuda with limited liability)  
(Stock Code: 983)

## **PROFIT WARNING**

This announcement is made by SOCAM Development Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) concerning disclosure of inside information.

The Board of Directors of the Company (the “**Board**”) wishes to inform the holders of shares of the Company (the “**Shareholders**”) and potential investors that, based on the preliminary assessment of the unaudited consolidated management accounts of the Group and other information currently available to the Company for the six months ended 30 June 2022 (the “**2022 Interim Period**”), the Group expects to record a net loss of around HK\$70 million for the 2022 Interim Period, as compared to a net profit of approximately HK\$20 million for the corresponding period in 2021 (the “**2021 Interim Period**”).

The expected net loss for the 2022 Interim Period is mainly attributable to the foreign exchange loss of approximately HK\$120 million attributable to a 4.6% depreciation of Renminbi against Hong Kong dollars in the 2022 Interim Period, as compared to the foreign exchange gain of approximately HK\$31 million recognised for a 1.1% appreciation in the 2021 Interim Period.

Without taking into account the aforesaid foreign exchange loss on Renminbi depreciation and the possible fair value losses on investment properties, the Group expects to record a net profit of around HK\$60 million for the 2022 Interim Period. Despite the expected net loss in the 2022 Interim Period, the Board remains cautiously optimistic about the overall prospects of the Group as its construction business in Hong Kong, being the core operation of the Group, continues to be a profitable operation with strong capabilities in the public works sector and a healthy order book.

The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group and other information currently available to the Company for the 2022 Interim Period, which have not been reviewed or audited by the independent auditors of the Company. The actual operating and financial conditions of the Group for the 2022 Interim Period are to be quantified. Shareholders and potential investors are advised to read carefully the interim results announcement of the Company for the 2022 Interim Period, which is expected to be published towards the end of August 2022.

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

By order of the Board  
**SOCAM Development Limited**  
**Lee Chun Kong, Freddy**  
*Executive Director and Chief Executive Officer*

Hong Kong, 15 July 2022

*At the date of this announcement, the Executive Directors of the Company are Mr. Lo Hong Sui, Vincent and Mr. Lee Chun Kong, Freddy; the Non-executive Director of the Company is Ms. Lo Bo Yue, Stephanie; and the Independent Non-executive Directors of the Company are Ms. Li Hoi Lun, Helen, Mr. Chan Kay Cheung and Mr. William Timothy Addison.*

\* *For identification purpose only*

*Website: [www.socam.com](http://www.socam.com)*