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KEEN OCEAN INTERNATIONAL HOLDING LIMITED
僑洋國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8070)

FURTHER EXPECTED DECREASE IN LOSS

This announcement is made by Keen Ocean International Holding Limited (the “**Company**”, together with its subsidiaries, collectively, the “**Group**”) pursuant to Rule 17.10(2)(a) of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement dated 4 November 2019 of the Company in relation to an expected decrease in loss attributable to owners of the Company for the nine months ended 30 September 2019 compared with the corresponding nine months period in 2018 (the “**Announcement**”). Unless otherwise specified, capitalised terms used in this announcement have the same meanings as those defined in the Announcement.

The Board wishes to update the shareholders and potential investors of the Company that based on the preliminary review and assessment of the information currently available, including the unaudited consolidated management accounts of the Group (the “**Management Accounts**”) for the year ended 31 December 2019 (the “**Year**”), the Group expects to record a substantial decrease in loss attributable to owners of the Company for the Year by approximately 72.0% as compared with the corresponding year in 2018 of approximately HK\$6.93 million. Based on the information currently available, the Board is of the view that such substantial decrease in loss attributable to owners of the Company was mainly due to (i) an increase in gross profit margin of the Group during the Year due to a decrease in cost of sales and optimisation of production process; (ii) a decrease in administrative expenses of the Group; and (iii) a decrease in right-of-use lease interest of the finance costs of the Group.

As at the date of this announcement, the Company is in the course of finalising its annual results of the Group for the Year. The information contained in this announcement is only based on the latest assessment by the Board on the information currently available to it, including the Management Accounts, which have not been finalised and are subject to audit or further review by the Company's auditors and the audit committee of the Board. The annual results of the Group for the Year is expected to be published on 24 March 2020.

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

By Order of the Board
Keen Ocean International Holding Limited
Chung Chi Hang, Larry
Chairman

Hong Kong, 17 March 2020

As at the date of this announcement, the executive Directors are Mr. Chung Chi Hang, Larry, Mr. Chung Tin Shing and Mr. Wong Shek Fai, Johnson; and the independent non-executive Directors are Mr. Cheung Yee Tak, Jonathan, Mr. Li Chung Pong, Stephen and Mr. Lam Chon Loi.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Listed Company Information" page of the GEM website at www.hkgem.com for at least 7 days from the date of the publication and will be published on the website of the Company at www.keenocean.com.hk.