

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.



Power Financial Group Limited
權威金融集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 397)

PROFIT WARNING

This announcement is made by Power Financial Group 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 “**Stock Exchange**”) (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules).

The board (the “**Board**”) of directors of the Company (the “**Directors**”) wishes to inform the shareholders (“**Shareholders**”) and the potential investors of the Company that based on the information currently available to the Board, the Group is expected to continue to record a loss for the year ended 31 December 2018 (“**FY2018**”) but such loss is expected to be substantially less than the audited loss for the year ended 31 December 2017 of approximately HK\$923 million. The Directors attribute such loss principally to losses of approximately HK\$176 million arising on fair value changes on securities investments (comprising both realised losses and unrealised losses).

As at 31 December 2018, the Group also held certain listed securities, the trading of which on the Stock Exchange had been suspended by the Securities and Futures Commission (the “**Suspended Investments**”). The Company has engaged an independent professional valuer to assess the value of such Suspended Investments as at 31 December 2018. As the valuation is still in progress as at the date of this announcement, there is uncertainty as to whether the Group would make additional fair value changes on such Suspended Investments.

The management of the Group is also in the process of reviewing its other investments and may make impairment loss in respect of such investments (where necessary).

The Group is still in the process of finalising its consolidated financial statements for FY2018. The information contained in this announcement is only based on a preliminary assessment made by the Board with reference to the information currently available, which has not been reviewed by the audit committee of the Board or audited by the auditors of the Company and may be subject to change. Such information may also be subject to adjustment after further review and finalisation of the consolidated financial statements for FY2018 by the Board. Shareholders and potential investors of the Company are advised to refer to the details of the Company's announcement of its final results for FY2018, which is expected to be published in March 2019.

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

On behalf of the Board
Power Financial Group Limited
Choi Chun Chung, Danny
Chairman and Chief Executive Officer

Hong Kong, 8 January 2019

As at the date of this announcement, the executive Directors are Mr. Choi Chun Chung, Danny and Mr. Sit Sai Hung, Billy; and the independent non-executive Directors are Mr. Wong Kun To, Mr. Chu Hau Lim and Ms. Lim Xue Ling, Charlene.