

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.

Gemilang International Limited

彭順國際有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 6163)

BUSINESS UPDATE AND PROFIT WARNING

This announcement is made by Gemilang International 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 (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

BUSINESS UPDATE

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors of the Group’s latest business update in light of the coronavirus covid-19 (the “**COVID-19**”) outbreak. As disclosed in the announcements dated 19 March 2020, 31 March 2020 and 14 April 2020, the government of Malaysia has announced the enforcement of the Restriction of Movement Order or Movement Control Order (the “**Order**”) and extension of the Order enforcement period for, among other things, closure of all government and private premises, excluding those premises providing essential services, to prevent the spread of the disease. The Group’s production facilities and office in Malaysia remained closed since the enforcement of the Order and it has led to disruption to the normal operations of the Group’s businesses in Malaysia.

On 10 April 2020, the Ministry of International Trade and Industry of Malaysia (the “**MITI**”) allowed certain additional business sectors to resume the operations during the Order enforcement period subject to the MITI’s approval (the “**MITI’s Approval**”). The Group subsequently submitted an application for resumption of operation according to MITI’s guideline. On 21 April 2020, the Group received the MITI’s Approval and was allowed to resume the operations of the Group’s production facilities and office in Malaysia at a level up to 50% of total labour force. On 23 April 2020, the government of Malaysia announced a further extension of the Order enforcement period, and accordingly the end of the Order enforcement period will extend from 28 April 2020 to 12 May 2020. Nevertheless, with the MITI’s Approval, the Group will gradually resume its operations following the standard operating procedure set by the MITI and other requirements and guidelines set by the Ministry of Health of Malaysia and other enforcement agencies from time to time during the Order enforcement period.

PROFIT WARNING

Following the COVID-19 outbreak since January 2020, many countries have implemented lockdown measures to slow the spread of the disease. It is expected that the adverse impacts brought by the COVID-19 on the global economy and the Group's businesses are inevitable. Since the enforcement of the Order in March 2020, it has led to postponement of the Group's scheduled production and delivery of products, which weakened the Group's financial performance.

The Board wishes to inform the Shareholders and potential investors that, based on the preliminary assessment of the unaudited consolidated management accounts of the Group for the five months ended 31 March 2020 and the information currently available to the Board, it is anticipated that the Group will record a decrease in net profit for the six months ending 30 April 2020 (the "**Interim Period**") as compared to that for the corresponding period of 2019. The expected decrease in net profit is mainly attributable to the substantial decline in revenue as compared to that for the corresponding period of 2019.

The information contained in this announcement is only based on a preliminary assessment by the Group's management of the unaudited consolidated management accounts of the Group and other information currently available, which have not been reviewed, confirmed or audited by the auditors of the Company, and is subject to possible adjustments arising from further review. As such, the information is for the Shareholders and potential investors reference only. The unaudited interim results of the Group for the Interim Period will be announced before the end of June 2020.

The Board will continue to comply with the relevant requirements and other policies issued by the government of Malaysia, while monitor closely the development of the COVID-19 and the risks and uncertainties faced by the Group as a result of the COVID-19. The Company will provide further information as and when appropriate in accordance with the Listing Rules.

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

By order of the Board
Gemilang International Limited
Phang Sun Wah
Chairman

27 April 2020

As at the date of this announcement, the Board comprises (i) Mr. Phang Sun Wah (Chairman), Mr. Pang Chong Yong and Ms. Phang Huey Shyan as executive directors of the Company; and (ii) Ms. Lee Kit Ying, Ms. Wong Hiu Ping, Ms. Kwok Yuen Shan Rosetta and Mr. Huan Yean San as independent non-executive directors of the Company.