

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.



METROPOLIS CAPITAL HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8621)

INSIDE INFORMATION — PROFIT WARNING

This announcement is made by Metropolis Capital Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 17.10 of the Rules (the “**GEM Listing Rules**”) Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the Group’s unaudited consolidated management accounts for the year ended 31 December 2023 (the “**FY2023**”) and the information currently available, there was an expected slight increase in the Group’s revenue by approximately RMB0.8 million or approximately 1.6% for FY2023, as compared to that for the year ended 31 December 2022 (the “**FY2022**”), the Group is expected to record a decrease in loss before tax for FY2023.

It is expected that the Group would record a decrease in loss before tax of around 70% for FY2023, as compared to a loss before tax of approximately RMB9.9 million for FY2022. Such an expected decrease in loss before tax for FY2023 was primarily attributable to the (i) reversal of net loss allowances on finance lease receivables and receivables arising from sale and leaseback arrangements (collectively, the “**Lease Receivables**”), mainly due to many customers repaid or settled their respective Lease Receivables, which were overdue and unpaid as at 31 December 2022, during the FY2023; and (ii) decrease in finance costs due to the decrease in interests on bank and other borrowings as the balance of bank and other borrowings decreased, offset by (a) recognition of net loss allowances of factoring receivables, instead of reversal of net loss allowances of factoring receivables for the FY2022, as the amount of factoring receivables, especially overdue and unpaid ones, increased significantly; and (b) increase in other operating expenses as well as staff costs due to the increase in number of offices and employees in the FY2023 in light of the Group’s business strategies. The management would keep a close eye on the Group’s assets performance and would take actions as and when appropriate.

The Company is still in the process of finalising the audited consolidated results of the Group for FY2023. The information contained in this announcement is based on the Board's preliminary assessment of the Company's latest unaudited consolidated management accounts for FY2023, which are subject to adjustments and finalisation and have not been reviewed or audited by the Company's auditors. The Shareholders and potential investors should refer to the annual results announcement of the Company for FY2023, which is expected to be published by the end of March 2024, for details of the performance of the Group.

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

By order of the Board
Metropolis Capital Holdings Limited
Chau David

Chairman, chief executive officer and executive Director

Shanghai, 15 March 2024

As at the date of this announcement, the executive Directors are Mr. Chau David and Ms. Zhou Hui, the non-executive Director is Ms. Chau On; and the independent non-executive Directors are Mr. Lau Chung Wai, Mr. Mo Luojiang and Mr. Lin Peicong.

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, (i) the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive; and (ii) 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 of the Stock Exchange (www.hkgem.com) for at least 7 days from its date of publication. This announcement will also be published on the website of the Company at www.metropolis-leasing.com.