

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 in this announcement.



New Universe Environmental Group Limited

新宇環保集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 436)

PROFIT WARNING

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

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on the preliminary review of the unaudited consolidated management accounts of the Group for the five months ended 31 May 2019, the net profit attributable to owners of the Company for the five months ended 31 May 2019 has decreased by approximately 85% as compared to that for the five months ended 31 May 2018, and based the information currently available to the Company, the Board expects that the Group may record a loss attributable to owners of the Company for the six months ending 30 June 2019 as compared with the net profit for the six months ended 30 June 2018, which is mainly attributable to (i) the loss of more than HK\$15 million recorded by an indirectly wholly owned subsidiary in PRC, 宿遷宇新固體廢物處置有限公司(Suqian New Universe Environmental Solid Waste Disposal Limited*), which has been temporarily ceased its operations since its hazardous waste operation permission license expired in December 2018 pending for the issuance of the renewal license by the relevant environmental departments in order to resume operations shortly; (ii) the administrative penalties of approximately HK\$9.5 million incurred by the subsidiaries in PRC owing to the non-compliance with different PRC regulations, inclusive of various environmental laws and regulations; and (iii) the committed costs incurred by a subsidiary in PRC of approximately HK\$4.8 million on restoration of land contamination in PRC.

The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group for the five months ended 31 May 2019 and information currently available to the Company, and is not based on any figures or information which have been reviewed or audited by the Company's independent auditor. The Company is still in the process of finalizing the Group's unaudited interim results for the six months ending 30 June 2019 which will be published by the end of August 2019.

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

By order of the Board
New Universe Environmental Group Limited
XI Yu
Chairman

Hong Kong, 28 June 2019

As at the date of this announcement, the Board comprises six executive Directors: Mr. XI Yu (Chairman and Chief Executive Officer), Mr. SONG Yu Qing, Ms. CHEUNG Siu Ling, Ms. ZHANG Shuo, Ms. LIU Yu Jie and Mr. HON Wa Fai; and three independent non-executive Directors: Prof. CHAN Yan Cheong, Mr. YUEN Kim Hung, Michael and Mr. HO Yau Hong, Alfred.