

*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.*



## **Solargiga Energy Holdings Limited**

**陽光能源控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 757)**

### **PROFIT WARNING**

The Board wishes to inform the Shareholders and the potential investors that based on a preliminary assessment on the unaudited management accounts of the Group for the financial year ended 31 December 2018, it is expected that the Group will record a substantial loss for the financial year ended 31 December 2018 as compared to a profit for the financial year ended 31 December 2017.

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

This announcement is made by Solargiga Energy Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) pursuant to the inside information provisions under Part XIVA of the Securities and Future Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and the potential investors that based on a preliminary assessment on the unaudited management accounts of the Group for the financial year ended 31 December 2018 (the “**Management Accounts**”), it is expected that the Group will record a substantial loss for the financial year ended 31 December 2018 as compared to a profit for the financial year ended 31 December 2017. The Board considers that although the Group’s high-end photovoltaic products continued to be welcomed by domestic state-owned enterprises and multinational enterprises and total shipment grew by 15.2% compared to 2017, having affected by the photovoltaic industry policy of the Chinese government issued in 2018 as previously disclosed in the 2018 interim report, the sudden and rapid freezing of market demand caused the supply side of the market to

irrationally cut prices in the short term. While not only did the price cuts fail to immediately stimulate demand, it also caused deferrals in procurement by the demand side, hence resulting in substantial inventory provision for the Group. As such, the Group's overall gross profit was being compressed. In addition, due to changes in market conditions as aforesaid, the Group has recognised fixed asset impairment, hence resulting in substantial losses.

The information contained in this announcement is only based on the preliminary assessment by the Board on the Management Accounts, which have not been confirmed or reviewed by the Company's auditors. The Board intends to disclose details of the Group's results for the financial year ended 31 December 2018 in the results announcement of the Company as soon as practicable.

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

By Order of the Board  
**Solargiga Energy Holdings Limited**  
**Wang Junze**  
*Executive Director*

Hong Kong, 15 March 2019

*As at the date of this announcement, the executive Directors are Mr. Tan Wenhua (Chairman), Mr. Tan Xin and Mr. Wang Junze, the non-executive Director is Mr. Hsu You Yuan, and the independent non-executive Directors are Ms. Fu Shuangye, Dr. Wong Wing Kuen, Albert and Mr. Zhang Chun.*