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ZALL卓尔智联

Zall Smart Commerce Group Ltd.

卓爾智聯集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2098)

PROFIT WARNING

This announcement is made by Zall Smart Commerce Group Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders (the “**Shareholders**”) of the Company and potential investors that, based on the preliminary assessment of the Group’s latest management accounts, it is expected that the Group may record a decrease of more than 90% in its net profit for the six months ended 30 June 2021 as compared to those for the six months ended 30 June 2020. As the Group had no additional properties transferred to investment properties for rental purposes during the six months ended 30 June 2021, the net valuation gain on investment properties had significantly decreased, resulting in a significant decrease in the net profit over the same period of last year.

Based on the information currently available to the Board, as there is an increase in revenue from the supply chain management and trading business of the Group (which covers agricultural products, chemicals, and iron and steel etc.) for the six months ended 30 June 2021, it is expected that the revenue of the Group has increased by approximately 40%, and the gain from operations before changes in fair value of investment properties has increased over the same period of last year.

The Company has yet to finalize the interim results of the Group for the six months ended 30 June 2021. The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the information currently available including the latest management accounts of the Group, which have not been reviewed or audited by the Company’s auditors or the audit committee of the Company and are subject to possible adjustments upon further review. The actual results of the Group for the six months ended 30 June 2021 will also be affected by other factors such as professional valuation on the Group’s assets such as investment properties, goodwill and intangible assets and therefore may be different from the financial information as disclosed in this announcement.

The interim results announcement of the Company for the six months ended 30 June 2021 is expected to be published on 31 August 2021.

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
Zall Smart Commerce Group Ltd.
Yan Zhi
Co-chairman

Hong Kong, 20 August 2021

As at the date of this announcement, the Board comprises nine members, of which Mr. Yan Zhi, Dr. Gang Yu, Mr. Wei Zhe, David, Mr. Qi Zhiping, Mr. Yu Wei and Mr. Xia Lifeng are executive Directors; Mr. Cheung Ka Fai, Mr. Wu Ying and Mr. Zhu Zhengfu are independent non-executive Directors.