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## 英達公路再生科技(集團)有限公司

Freetech Road Recycling Technology ( Holdings ) Limited

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

*(Stock Code: 6888)*

### PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

Based on the currently available information, the Board wishes to inform the Shareholders and potential investors that the Group is anticipated to record a Net Loss of approximately HK\$120 million for the year ended 31 December 2018 which is substantially decreased as compared to such loss in 2017.

The annual results announcement of the Group for the year ended 31 December 2018 is expected to be released in March 2019.

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

This announcement is made by Freetech Road Recycling Technology (Holdings) Limited (the "**Company**") and 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 "**SFO**").

Following a preliminary review of the currently available information, the board of directors of the Company (the "**Board**") wishes to inform shareholders of the Company (the "**Shareholders**") and potential investors that the Group is anticipated to record a loss attributable to owners of the Company ("**Net Loss**") of approximately HK\$120 million for the year ended 31 December 2018 which is substantially decreased as compared to such loss of approximately HK\$265 million for the year ended 31 December 2017.

The improvement in the Net Loss in 2018 is mainly attributable to the following factors:

- the Group is anticipated to record a significant decrease in the recognition of impairment loss on property, plant and equipment for the year ended 31 December 2018; and
- the Group is anticipated to record a significant decrease in the recognition of impairment of trade receivables for the year ended 31 December 2018.

In view of the facts that:

- 1) the overall growth of the APM industry in the PRC remains sustainable and the existing penetration rate of recycling technology (including the Group's "Hot-in-Place" recycling technology) is still minimal and has significant potential for expansion;
- 2) subsequent to the Company's sale of modular series equipment to the Republic of Korea and standard series equipment to the Macau Special Administrative Region, Malaysia and Taiwan, the Group continues to seek overseas business opportunities to expand its APM services and equipment business in the countries along the "One Belt One Road" and four Asian tigers; and
- 3) on 28 December 2018, the Group and Harcan Engineering Co., Ltd. (a wholly-owned subsidiary of China Nuclear Engineering & Construction Corporation Limited, a large state-owned enterprise) entered into a cooperation agreement, pursuant to which the parties agreed to share their resources such as overseas business information on the strategic level to explore overseas business opportunities.

The Board believes that there remains great potential for the long term development of our Group's business and the Board continues to be confident about the Group's long term prospects.

The Company is still in the process of finalising the Group's unaudited consolidated results for the year ended 31 December 2018. The information contained in this announcement is only a preliminary assessment by the Board based on the information currently available to the Group, which has not yet been audited or reviewed by the auditor of the Company or the audit committee of the Board and therefore, may be subject to adjustments following further review by the Board and the auditors of the Company. The annual results announcement of the Group for the year ended 31 December 2018 is expected to be released in March 2019.

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

By order of the Board  
**Freetech Road Recycling Technology  
(Holdings) Limited**  
**Sze Wai Pan**  
*Chairman*

Hong Kong, 14 February 2019

*As at the date of this announcement, the executive Directors are Mr. Sze Wai Pan, Ms. Sze Wan Nga, Mr. Zhang Yifu and Mr. Chan Kai King; the non-executive Directors are Dr. Chan Yan Chong and Mr. Wang Lei; and the independent non-executive Directors are Ms. Yeung Sum, Mr. Tang Koon Yiu Thomas and Dr. Lau Ching Kwong.*