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SPEED APPAREL HOLDING LIMITED

尚捷集團控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8183)

POSITIVE PROFIT ALERT

This announcement is made by Speed Apparel Holding Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the information currently available to the Board and the preliminary assessment of the Group’s unaudited consolidated management accounts for the year ended 31 March 2019, it is expected that the Group’s unaudited profit and total comprehensive income attributable to owners of the Company for the year ended 31 March 2019 will increase substantially by approximately 80% as compared to the corresponding period last year. Such expected substantial increase in the unaudited profit and total comprehensive income attributable to owners of the Company was mainly attributable to the net effect of (i) the change of customer mix as the Group solicited a significant new customer (the “**New Customer**”) based in the United States of America, the revenue derived from the New Customer accounted for approximately 30.0% of the Group’s total unaudited revenue for the year ended 31 March 2019, leading to an increase in the unaudited revenue of the Group by approximately 10.0% as compared to the audited revenue of the Group for the year ended 31 March 2018; (ii) the improvement in the overall unaudited gross profit margin of the Group for the year ended 31 March 2019; and (iii) the significant decrease in purchase orders of knitwear products with lower gross profit margins from the existing major customers of the Group.

As the Company is still in the process of finalising the results of the Group for the year ended 31 March 2019, the information contained in this announcement is only based on a preliminary assessment with reference to the information currently available to the Board, which are subject to finalisation and potential adjustments and have neither been audited by the Company's auditor nor reviewed by the audit committee of the Company. The results of the Group for the year ended 31 March 2019 is expected to be published on or about 10 June 2019.

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

By order of the Board
Speed Apparel Holding Limited
Mr. Chan Wing Kai
Chairman and executive Director

Hong Kong, 6 May 2019

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, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

As at the date of this announcement, the executive Directors are Mr. Chan Wing Kai and Mr. Ng Ming Ho; and the independent non-executive Directors are Ms. Chan Siu Lai, Mr. Kwok Chi Shing and Mr. Ma Kwok Fai, Edwin.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for at least seven days from the date of its publication. This announcement will also be published on the website of the Company at www.speedapparel.com.hk.