



南方包装集团有限公司
Southern Packaging Group Limited

SOUTHERN PACKAGING GROUP LIMITED
(Company Registration No.: 200313312N)
(Incorporated in Singapore on 30 December 2003)

PROFIT GUIDANCE FOR THE UNAUDITED FINANCIAL RESULTS FOR HALF YEAR ENDED 30 JUNE 2022

The Board of Directors (the “**Board**”) of Southern Packaging Group Limited (the “**Company**”) and its subsidiaries, the “**Group**”) deems it appropriate to issue a profit guidance with respect to the Group’s unaudited financial result for the six-month period ended 30 June 2022 (“**1H FY2022**”).

Based on the preliminary figures, the Group expects to report a net loss for the 1H FY2022 due to the decrease in sales revenue and lower profit margin. The sales of the Group were affected by the lockdown in Shanghai and surrounding areas due to the recent resurgence of the Covid-19 cases. As a result, the Group's production and delivery plans were affected during the period. The lower profit margin was attributable to the increase in purchase price of raw materials, labour costs and energy costs.

The Group's production and delivery plans to Shanghai and surrounding areas are back to normal progressively as the Covid-19 cases were under control in June 2022. The Company will continue to update Shareholders on material business developments as and when appropriate.

The Company is still in the midst of finalising its financial results for 1H FY2022. Further details of the Group’s financial performance will be disclosed when the Company announces its unaudited financial results for 1H FY2022 on or before 14 August 2022.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take, should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers before trading in or making any investment decision regarding the Company’s securities.

BY ORDER OF THE BOARD

PAN SHUN MING
Executive Chairman and Chief Executive Officer
21 July 2022