

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.



HOP HING GROUP HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 47)

UNAUDITED OPERATIONAL UPDATE FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2020

The Board announces the unaudited operational update of the Group's QSR Business for the third quarter ended 30 September 2020.

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Listing Rules and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of Hop Hing Group Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) hereby announces the following operating information of the Group's quick service restaurant business (the “**QSR Business**”) for the three months ended 30 September 2020. This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The operating information of the QSR Business of the Group for the three months ended 30 September 2020 is as follows:

For the Three Months Ended 30 September 2020

Decrease in sales (Y-o-Y % change)	17.8%
Decrease in same-store sales (Y-o-Y % change)	15.7%
Net decrease in store number	8
Number of stores as at 30 September 2020	575

During the quarter under review, the business environment in the People’s Republic of China started recovering from the challenges brought by the COVID-19 pandemic. Together with the Group’s effort in its transformation, the Group recorded a smaller magnitude of decrease in its sales and same-store sales in this quarter, comparing to those of the first two quarters of this year. As part of the Group’s transformation, resources are directed mainly towards the Group’s two core brands. As a result, certain minor brand stores were closed during the quarter.

Below are the details of the Group’s footprint in China:

	Net change in the number of stores in the third quarter of 2020	Number of stores as at 30 September 2020
Yoshinoya		
Beijing-Tianjin-Hebei Province Metropolitan Region	2	249
Other northern areas of China ⁽¹⁾	1	131
Henan Province ⁽²⁾	1	7
	<hr/>	<hr/>
Sub-Total	4	387
	<hr/>	<hr/>
Dairy Queen		
Beijing-Tianjin-Hebei Province Metropolitan Region	1	137
Other northern areas of China ⁽¹⁾	(3)	48
	<hr/>	<hr/>
Sub-Total	(2)	185
	<hr/>	<hr/>
Others		
Beijing-Tianjin-Hebei Province Metropolitan Region	(10)	3
	<hr/>	<hr/>
Total	(8)	575
	<hr/> <hr/>	<hr/> <hr/>

(1) Including Liaoning, Heilongjiang and Jilin provinces and Inner Mongolia autonomous region

(2) Operated by Joint Venture

Potential investors and shareholders of the Company are (i) reminded that the above operating information has not been confirmed or reviewed by the Audit Committee or audited by the auditors of the Company; and (ii) advised to exercise caution when dealing in the securities of the Company.

On Behalf of the Board
Hop Hing Group Holdings Limited
Wong Kwok Ying
Executive Director
and Company Secretary

Hong Kong, 27 October 2020

As at the date of this announcement, the executive directors of the Company are Mr. Hung Ming Kei, Marvin and Mr. Wong Kwok Ying. The independent non-executive directors of the Company are Mr. Seto Gin Chung, John (Chairman), Mr. Sze Tsai To, Robert and Mr. Wan Sai Cheong, Joseph. The non-executive director of the Company is Ms. Lam Fung Ming, Tammy.