

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.



Endurance RP Limited

壽康集團有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 575)

Positive Profit Alert

This announcement is made by Endurance RP Limited (the “**Company**” and collectively with its subsidiaries, the “**Group**”) in compliance with the disclosure requirements under 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).

POSITIVE PROFIT ALERT

The board (the “**Board**”) of directors (the “**Directors**”, each a “**Director**”) of the Company wishes to inform the shareholders and potential investors of the Company that based on the preliminary assessment of the unaudited consolidated management accounts of the Group and the information currently available, the Group expects to record a profit attributable to the equity holders of the Company for the period ended 30 June 2021 (the “**Reporting Period**”) of between approximately US\$0.50 million (or approximately HK\$3.90 million) to approximately US\$4 million (or approximately HK\$31.20 million), which represents a substantial improvement as compared to a loss attributable to the equity holders of the Company of approximately US\$27.16 million (or approximately HK\$211.85 million) for the corresponding period in 2020 (the “**Corresponding Period**”).

The above-mentioned improvement in the profit for the Reporting Period as compared to the Corresponding Period is mainly attributable to:

- (i) the Group recorded an unrealised marked-to-market gain of approximately US\$12.18 million (or approximately HK\$95.00 million) in respect of the Company’s equity portfolio of financial assets at fair value through profit or

loss for the Reporting Period (loss for the Corresponding Period: US\$1.10 million (or approximately HK\$8.58 million));

- (ii) the Group recorded a milestone payment of US\$3.20 million (or approximately HK\$24.96 million) (before withholding tax) for the Reporting Period (for the Corresponding Period: nil); and
- (iii) the preliminary estimated reversal of an impairment loss on the fair value (“FV”) of an intangible asset, being Fortacin™, a non-cash item, of approximately US\$0.02 million (or approximately HK\$0.16 million) is recorded for the Reporting Period (an impairment loss for the Corresponding Period: US\$13.30 million (or approximately HK\$103.74 million)), the movement is provided below:

	For the six months ended	
	30 June 2021 US\$ million	30 June 2020 US\$ million
Carrying value as at 1 January	69.76	83.04
Amortisation	(11.94)	(10.66)
Carrying value as at 30 June	57.82	72.38
FV as at 30 June	57.84	59.08
(Reversal of impairment loss)/impairment loss on FV of Fortacin™	(0.02)	13.30

which has been resulted from an independent professional valuation (which is subject to finalisation);

All other items making up the profit for the Reporting Period were similar to those for the Corresponding Period.

The Company is in the process of finalising the interim results of the Group for the Reporting Period. The information contained in this announcement is only based on a preliminary assessment of the unaudited consolidated financial information of the Group for the Reporting Period and the information currently available, which has not yet been finalised nor reviewed by the Company’s auditors or the Audit Committee of the Company, and therefore may be subject to adjustments. Shareholders and

potential investors of the Company are advised to refer to the announcement of the unaudited consolidated interim results of the Group for the Reporting Period, which is expected to be published by end of August 2021.

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

Note: Unless otherwise specified herein, the amounts dominated into US\$ have been translated, for the purpose of illustration only, into HK\$ using the exchange rate of US\$1.00 = HK\$7.80.

By Order of the Board
Endurance RP Limited
Jamie Gibson
Executive Director

Hong Kong, 3 August 2021

As at the date of this announcement, the Board comprises six Directors:

Executive Director:

Jamie Gibson (*Chief Executive Officer*)

Non-Executive Directors:

James Mellon (*Chairman*)

Jayne Sutcliffe

Independent Non-Executive Directors:

David Comba

Julie Oates

Mark Searle

* For identification purposes only