



亞洲聯合基建控股有限公司  
ASIA ALLIED INFRASTRUCTURE HOLDINGS LIMITED

[Immediate Release]

**ASIA ALLIED INFRASTRUCTURE ANNOUNCES 2018/19 ANNUAL RESULTS**

\* \* \*

**STRATEGICALLY DIVERSIFIES BUSINESS AND SEIZES OPPORTUNITIES IN ASIA AND  
GREATER BAY AREA  
STRIVES TO STRENGTHEN MARKET LEADERSHIP**

**Highlights**

- Revenue amounted to HK\$8.08 billion
- Net profit attributable to Shareholders amounted to HK\$137 million
- Continues to look for opportunities to build ties with construction companies across Asia and the Greater Bay Area

(Hong Kong, 24 June 2019) — **Asia Allied Infrastructure Holdings Limited** (“**Asia Allied Infrastructure**” or the “**Group**”) (stock code: 00711.HK) announced today its annual results for the year ended 31 March 2019 (“the Year”).

The Group recorded total revenue of HK\$8.08 billion for the Year. Net profit attributable to shareholders amounted to HK\$137 million, and net asset value per share was HK\$1.33 as at 31 March 2019.

Asia Allied Infrastructure continued to follow its long-term strategic plan with the goal to become a significant construction and development force in Asia, and specifically in the Guangdong-Hong Kong-Macao Bay Area (the “Greater Bay Area”). Following this road map, the Group through investing in high-potential construction-related companies, as well as seeking opportunities to foster growth of its operations in Hong Kong. Moreover, Asia Allied Infrastructure has continued to pursue development projects in the Greater Bay Area through partnerships, in line with its overall objective of strategically widening its revenue streams. Progress was made in diversifying and expanding businesses, including the introduction of non-franchised bus services. In this latest endeavour, Asia Allied Infrastructure sees the promise of good returns. In addition to business development, the Group worked hard on developing innovative technologies and made solid achievements, including the introduction of Rapid Repairing Mortar Materials (R<sup>2</sup>M<sup>2</sup>) and adopting artificial intelligence(A.I.) technology to raise construction safety and efficiency.

**Mr Dominic Pang, Chairman of Asia Allied Infrastructure**, said, “Affected by various internal and external factors, the business environment remained challenging during the Year for the construction industry. However, despite facing strong headwinds, the Group was able to record stable performance for the Year. The Group will keep exerting to realise its aspiration of having infrastructure and investment capability that can capture eyes in the market with its profound industry and business experiences. Regarding expanding business overseas, it will continue to invest in high-potential construction-related companies in Asia.”

## **Construction**

Mainly operated under the renowned “Chun Wo” brand, the construction segment is the principal business of the Group. It continued to be the key revenue generator of the Group, contributing HK\$7.31 billion in revenue and HK\$150.4 million in segmental profit for the Year.

During the Year, the Group secured 17 new projects, including such significant projects as The Construction of Public Housing Development at Hiu Ming Street; Development of Anderson Road Quarry Site – Road Improvement Works and Pedestrian Connectivity Facilities Works Phase 2A; and the Subcontract for Engineering, Procurement and Construction of South East New Territories Landfill Extension.

On the project front, the Group has 37 projects ongoing, the majority of which require technical expertise and construction capabilities that Chun Wo is renowned for. These projects include Hong Kong International Airport – Terminal 2 Foundation and Substructure Works; Construction of Public Rental Housing Redevelopment at Pak Tin Estate Phases 7 & 8 and Phase 11; and Main Contract for Subsidised Sale Flats Project at Shatin Area 36C.

In the key infrastructure project realm, the Group has its eye on the construction of the Three-Runway System, which is a part of the expansion plan of the Hong Kong International Airport. And, with the housing market continuing to benefit from strong private housing demand and the government pledging to allocate land for residential development, particularly public housing, the Group will be presented with abundant opportunities.

## **Property Development and Assets Leasing**

The property development and assets leasing segment contributed profit of HK\$180.3 million to the Group for the Year.

The Group made a gain from the disposal of the residential project at Tuen Mun known as “T PLUS”, during the Year. The transaction reflected the shrewd judgement and prompt action of the Group in capitalising on market developments. With the property market still going through adjustment, the Group will focus on seizing opportunities that promise long-term gains and establishing joint ventures and forming partnerships to help mitigate risk.

## **Professional Services**

City Services Group Limited, which is the principal constituent of the Group, has been operating the Group’s security and facility management business for years. The business segment continued to perform satisfactorily, generating revenue of HK\$763 million, and segmental profit of HK\$28.8 million for the Year. With increasing contribution from the tunnel management business, the Group believes results of the segment will continue to bloom.

The Group now manages in a total of six tunnels in Hong Kong, namely the Cross-Harbour Tunnel, Shing Mun Tunnels, Tseung Kwan O Tunnel, Kai Tak Tunnel, Lion Rock Tunnel and the Central-Wan Chai Bypass Tunnel.

## Other Business

Asia Allied Infrastructure is constantly seeking opportunities to develop new income streams that also have the potential to become standalone businesses. The effort has in recent years resulted in the launch of a premium safe deposit box business, construction financing services and an online building materials procurement platform. Furthermore, to tap the growing demand of travellers to and from Hong Kong using the Hong Kong-Zhuhai-Macao Bridge and the Express Rail Link, the Group has started providing non-franchised bus services through Chun Wo Bus Services Limited.

## Outlook and Prospects

Looking ahead, Asia Allied Infrastructure will work hard to advance its key operation – construction business, by seizing collaborative opportunities in major infrastructure projects, particularly those pertaining to the Greater Bay Area. Furthermore, given the commitment of the Hong Kong government to increasing land and housing supply as exemplified by the proposed reclamation project near Lantau, an initiative intended to address long-term housing demand in the city, the Group will continue to bolster its leadership in the Hong Kong construction sector by upholding professionalism and drawing on its knowledge, technologies and experience, plus co-operating with mainland enterprises with relevant experience and resources. In addition, it will explore opportunities to take part in development projects in major Asian markets, particularly those along the Belt and Road, another China-led initiative that will benefit the construction sector.

The Group will, as always, with prudence and diligence develop and manage its business, that it may move closer and closer to realising the vision of becoming an acclaimed contractor and developer in Asia who affords dynamic growth.

– End –

### **Asia Allied Infrastructure Holdings Limited (stock code: 00711.HK)**

**Asia Allied Infrastructure** Holdings Limited (“Asia Allied Infrastructure”) is listed on the Main Board of the Hong Kong Stock Exchange under stock code 00711. It is engaged in various businesses including construction engineering and management, property development and assets leasing, security services and property management. With Hong Kong as its business development base, **Asia Allied Infrastructure** is also exploring development opportunities with Asia as the main focus, as well as in overseas markets. Its subsidiary “Chun Wo” is a renowned construction contractor and property developer in Hong Kong, which enables **Asia Allied Infrastructure** to capitalise on that company’s solid construction experience and professional capabilities to seize the opportunities for infrastructure development in countries nearby the “Greater Bay Area”, and, ultimately, to increase overall profitability and create higher investment value.

#### **For press enquiries:**

Strategic Financial Relations Limited  
Cindy Lung (852) 2864 4867  
Jenny Lam (852) 2864 4883  
Desiree Shung (852) 2114 2200

[cindy.lung@sprg.com.hk](mailto:cindy.lung@sprg.com.hk)  
[jennysy.lam@sprg.com.hk](mailto:jennysy.lam@sprg.com.hk)  
[desiree.shung@sprg.com.hk](mailto:desiree.shung@sprg.com.hk)