

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.

LONKING HOLDINGS LIMITED
中國龍工控股有限公司*
(Incorporated in the Cayman Islands with limited liability)
(stock code: 3339)

PROFIT WARNING ANNOUNCEMENT

This announcement is made by Lonking Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on the Board’s preliminary review of the unaudited consolidated management accounts of the Group for the four months ended 30 April 2012, the Group expects to record a substantial decline in its net profit for the six months ending 30 June 2012, as compared to the corresponding period in the previous year.

Since December 2011, domestic demand for construction machinery has continued to weaken. This reflects the slower growth in China’s fixed asset investment, the changes in macroeconomic environment resulting in fewer new infrastructure projects as well as the completion of projects funded by the 2009 stimulus plan. As a result, the Group has experienced and the Board expects that it will continue to experience significantly lower rates of growth in demand for construction machinery as compared with prior comparable periods.

The information contained in this announcement is only the preliminary assessment by the Board of its performance for the six-month period ending 30 June 2012 based on the unaudited consolidated management accounts of the Group for the four months ended 30 April 2012 and not on any data or information audited or reviewed by the Company’s auditors.

* For identification purposes only

Potential investors and Shareholders should exercise caution when dealing in the Company's shares.

By Order of the Board
Lonking Holding Limited
Li San Yim
Chairman

Hong Kong, 3 June 2012

As at the date of this announcement, Mr. Li San Yim, Mr. Qiu Debo, Mr. Luo Jianru, Mr. Chen Chao, Mr. Lin Zhong Ming, Mr. Zheng Kewen and Mr. Yin Kunlun are the executive directors of the Company, Ms. Ngai Ngan Ying is the non-executive director of the Company and Mr. Pan Longqin, Dr. Qian Qian Shizheng, Mr. Han Xuesong and Mr. Jin Zhiguo are the independent non-executive directors of the Company.