TC Orient Lighting Holdings Limited
達進東方照明控股有限公司

(Incorporated in the Cayman Islands with limited liability)
website: www.tatchun.com
(Stock Code: 515)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the shareholders of the Company and potential investors that based on the information currently available, it is expected that the Group is expected to record losses of approximately HK$15 million for the Relevant Period as compared to profit of approximately HK$2 million for corresponding period in 2013 due to (a) the decrease in gross profit margin by 1.2 percentage points of the PCB business (Relevant Period: 9.1%; 2013 Interim: 10.3%), which is believed to be mainly attributable to (i) the more intense competition in the PCB industry; (ii) excess capacity of machinery in the PCB business; and (iii) reduction in the average sales price of PCB, (b) impairment loss for its property, plant and equipment in the PCB business (Relevant Period: HK$6 million; 2013 Interim: Nil), (c) decrease in revenue by approximately HK$14 million (Relevant Period: HK$25 million; 2013 Interim: HK$39 million) and gross profit margin by 1.7 percentage points (Relevant Period: 30.0%; 2013 Interim: 31.7%) from the LED Lighting business, in view of the keen competition in pricing of the LED Lighting business which has resulted in fewer projects being taken up by the Group after balancing the risk and return, and (d) impairment loss for trade receivable with extended credit terms (Relevant Period: HK$6 million; 2013 Interim: HK$2 million).

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

This announcement is made by TC Orient Lighting Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules (the "**Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) (the "**SFO**").

Reference is made to the announcement of the Company dated 14 August 2014 in relation to the profit warning of the Company (the "**Announcement**"). Terms used herein shall have the same meanings as defined in the Announcement unless the context requires otherwise.

The board (the "**Board**") of directors of the Company wishes to inform the shareholders of the Company and potential investors that based on the preliminary review of the unaudited management accounts of the Group for the six months ended 30 June 2014 (the "**Relevant Period**"), it is expected that the Group is expected to record losses of approximately HK$15 million for the Relevant Period as compared to profit of approximately HK$2 million for corresponding period in 2013 ("**2013 Interim**") due to (a) the decrease in gross profit margin by 1.2 percentage points of the printed circuit board ("**PCB**") business (Relevant Period: 9.1%; 2013 Interim: 10.3%), which is believed to be mainly attributable to (i) the more intense competition in the PCB industry; (ii) excess capacity of machinery in the PCB business; and (iii) reduction in the average sales price of PCB, (b) impairment loss for its property, plant and equipment in the PCB business (Relevant Period: HK$6 million; 2013 Interim: Nil), (c) decrease in revenue by HK$14 million (Relevant Period: HK$25 million; 2013 Interim: HK$39 million) and gross profit margin by 1.7 percentage points (Relevant Period: 30.0%; 2013 Interim: 31.7%) from the light-emitting diode lighting ("**LED Lighting**") business, in view of the keen competition in pricing of the LED Lighting business which has resulted in fewer projects being taken up by the Group after balancing the risk and return, and (d) impairment loss for trade receivable with extended credit terms (Relevant Period: HK$6 million; 2013 Interim: HK$2 million).

The Company is still in the process of preparing and finalizing the Group's unaudited results for the Relevant Period. The information contained in this announcement is only based on the Company's preliminary review of the unaudited management accounts of the Group, which have not been audited or reviewed by the Company's auditors and may be subject to adjustments. The announcement (the "**Results Announcement**") in relation to the unaudited results of the Group for the Relevant Period is expected to be published on 28 August 2014 in accordance with the Listing Rules. Shareholders of the Company and potential investors are advised to read carefully the Results Announcement of the Company.

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

By Order of the Board
TC Orient Lighting Holdings Limited
YEUNG HOI SHAN
Chairman

Hong Kong, 19 August 2014

As at the date hereof, the executive Directors are Mr. Yeung Hoi Shan, Mr. Kwok Tung Fai and Mr. Zhu Jianqin, the non-executive Directors are Madam Li Jinxia and Mr. Yeung Tai Hoi, and the independent non-executive Directors are Mr. Wong Siu Fai, Albert, Mr. Sung Lee Ming Alfred and Mr. Fong Ping.