Wang Tai Holdings Limited
宏太控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1400)

CLARIFICATION ANNOUNCEMENT IN RESPECT OF THE INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2014

Reference is made to the announcement of Wang Tai Holdings Limited (the "**Company**") dated 15 August 2014 in relation to the interim results for the six months ended 30 June 2014 of the Company and its subsidiaries (the "**2014 Interim Results Announcement**"). Terms used in this announcement, unless the context requires otherwise, shall have the same meanings as ascribed to them in the 2014 Interim Results Announcement. The Board would like to clarify that there were inadvertent typographical errors in the 2014 Interim Results Announcement and wishes to make the following clarification:

All the "HKFRS", "HKAS", "HKRFs" and "HK (IFRIC)" in the interim financial information including the accompanying notes on pages 7 to 8 of the 2014 Interim Results Announcement should be read as "IFRS", "IAS", "IFRSs" and "IFRIC" respectively.

On page 26 of the 2014 Interim Results Announcement, the gross profit margin of yarns should be read as "12.2%" and "13.3%" for the six months ended 30 June 2013 and 2014 respectively, instead of 16.7% and 19.8% respectively. The whole sentence shall be read as follows with the changes underlined:

"Increase in gross profit margin of yarns from <u>12.2</u>% for the six months ended 30 June 2013 to <u>13.3</u>% for the six months ended 30 June 2014 was mainly due to increase in the average unit selling price from RMB19,193 per tonne to RMB19,435 per tonne and enjoyment of lower cost of sales from the economies of scale."

On page 27 of the 2014 Interim Results Announcement, the administrative expenses as a percentage of revenue for the period ended 30 June 2014 should be read as "4.2%" instead of "3.2%". The whole sentence should be read as follows with the changes underlined:

"Administrative expenses increased by 33.7% from approximately RMB13.3 million for the period ended 30 June 2013 to approximately RMB17.8 million for the period ended 30 June 2014, which represented 4.2% and <u>4.2%</u> of our revenue, respectively."

Save as disclosed above, all other information contained in the 2014 Interim Results Announcement remain unchanged.

Hong Kong, 26 August 2014

By Order of the Board
Wang Tai Holdings Limited
Lin Qingxiong
Chairman and Executive Director

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Lin Qingxiong, Mr. Qiu Zhiqiang, and Mr. Deng Qinghui; and three independent non-executive Directors, namely Ms. Chan Sui Wa, Mr. Ma Chongqi and Mr. Yu Yubin