RYKADAN CAPITAL LIMITED
宏基資本有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2288)

PROFIT WARNING

The announcement is made by Rykadan Capital Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Inside Information Provisions (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**")) under Part XIVA of the Securities and Futures Ordinance (Cap. 571) and Rule 13.09(2)(a) of the Listing Rules.

The board of directors (the "**Board**") of the Company wishes to inform the shareholders of the Company and potential investors that, based on the information currently available to the Board, the Group is expected to record a consolidated net loss for the for the six months ended 30 September 2015 compared with a consolidated net profit for the corresponding period last year.

The anticipated consolidated net loss is mainly attributable from a provision of a receivable during the current period in relation to the transaction as announced by the Company's announcement of 1 August 2014 and certain project costs increased in the current period while there was a one-off gain of disposal from discontinuing operations during the last period in relation to disposal of 30% interests in Kailong Holdings Limited.

The Company has initiated legal proceedings in relation to recovering the above receivable.

As the Company is still in the process of finalising the results of the Group for the six months ended 30 September 2015, the information contained in this announcement is only based on a preliminary assessment by the Group's management on the basis of the unaudited management accounts of the Group and the information available for the time being, but not on any data or information which has been audited or reviewed by the auditors of the Company. Details of the financial information and other operating details of the Group for the six months ended 30 September 2015 will be disclosed in the interim results announcement of the Company which is expected to be published on 25 November 2015.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company and, in the case of doubt, to seek independent advice from professional or financial advisers.

By order of the Board
Rykadan Capital Limited
CHAN William
Chairman and Chief Executive Officer

Hong Kong, 11 November 2015

As at the date of this announcement, the Board comprises Mr. Chan William (Chairman and Chief Executive Officer) and Mr. Yip Chun Kwok (Chief Financial Officer) as Executive Directors, Mr. Ng Tak Kwan as a Non-executive Director and Mr. To King Yan, Adam, Mr. Wong Hoi Ki and Mr. Ho Kwok Wah, George as Independent Non-executive Directors.