HUAXI HOLDINGS COMPANY LIMITED

華禧控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 01689)

PROFIT WARNING

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

The board of directors (the "**Board**") of the Company wishes to inform the shareholders and potential investors of the Company that based on the information currently available to the management of the Company and the preliminary review of the Group's unaudited consolidated management accounts for the six months ended 30 September 2015 (the "**Management Accounts**"), the unaudited consolidated net profit of the Group for the six months ended 30 September 2015 will show a slight decrease as compared to the unaudited consolidated net profit of the Group for the corresponding period in 2014.

The decrease in the current period was primarily attributable to (i) non-cash items including the recognition of fair value of options granted by the Company as cost of staff and consultants; (ii) a decrease in market value of listed securities; and (iii) an increase in administrative costs to establish new companies in Shanghai and Heilongjiang.

The Company is still in the process of preparing the interim results of the Group for the six months ended 30 September 2015, the information as set out above is only based on the preliminary assessment by the Board on the information currently available to it, including the Management Accounts, which have yet to be confirmed. The unaudited consolidated interim results of the Group for the six months ended 30 September 2015 are expected to be announced by the Company on 27 November 2015.

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

By order of the Board
Huaxi Holdings Company Limited
Zheng Andy Yi Sheng
Chairman

Hong Kong, 18 November 2015

As at the date of this announcement, the Board comprises Mr. Zheng Andy Yi Sheng and Mr. Zheng Minsheng as executive Directors; and Mr. Ma Wenming, Mr. Lau Kwok Hung and Mr. Fok Po Tin as independent non-executive Directors.