葉氏化工
YIP'S CHEMICAL

Yip's Chemical Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 408)

PROFIT WARNING

This announcement is made by Yip's Chemical Holdings Limited (the "Company" and, 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong).

The board of directors of the Company (the "Board") wishes to inform the shareholders of the Company (the "Shareholders") and potential investors that based on preliminary assessment of the unaudited consolidated management accounts of the Group for the ten months ended 31 October 2015, the Group is expected to record a profit for the year ending 31 December 2015 which is significantly lower than the profit for the year ended 31 December 2014.

Overall, the Group is expected to record a lower turnover albeit maintaining its sales tonnage for the year ending 31 December 2015. The sustained drop of oil price and major raw material prices had caused a severe negative impact on the profitability of the Group's solvent business. Our other businesses had also been adversely affected, although to a lesser degree, by the slowdown in China's economy and tougher competitive conditions in their respective markets. In addition, there were non-recurrent after tax dividend income from and gain on the disposal of an available-for-sale investment of approximately HK$114 million in the year ended 31 December 2014.

In response to this difficult and challenging operating environment, the Group will closely monitor the market situations and make necessary adjustments to its strategies and operations, including streamlining of organisation structure and stringent control of costs to improve efficiency and profitability.

The Company has not yet audited the final results of the Group for the year ending 31 December 2015. The information contained in this announcement is only based on the preliminary assessment by the management with reference to the information currently available. Such information has not been audited or reviewed by the Company's auditor and the actual results of the Group for the year ending 31 December 2015 may be different from what is disclosed herein. Further details of the financial information of the Group for the year ending 31 December 2015 will be published pursuant to the requirements of the Listing Rules.

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

By Order of the Board
Yip's Chemical Holdings Limited
Ip Chi Shing
Chairman

Hong Kong, 25 November 2015

As at the date of this announcement, the Board comprises the following:-

Non-executive Directors:
Mr. Ip Chi Shing (Chairman)
Mr. Tong Wui Tung
Mr. Wong Kong Chi*
Mr. Ku Yuen Fun*
Mr. Ng Siu Ping*

Executive Directors:
Mr. Yip Tsz Hin (Deputy Chairman)
Mr. Wong Kam Yim
Mr. Ho Sai Hou
Mr. Kwong Kwok Chiu

* *Independent Non-executive Directors*