UNIVERSAL HEALTH INTERNATIONAL GROUP HOLDING LIMITED
大健康國際集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2211)

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 and the potential investors of the Company that, based on the preliminary review of the unaudited consolidated management accounts of the Group and the current available information to the Board, the Group is expected to record a significant decrease in its net profit for the year ended 31 December 2015 as compared with that for the year ended 31 December 2014.

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

This announcement is made by Universal Health International Group Holding 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**").

The board of directors (the "**Directors**") of the Company (the "**Board**") wishes to inform the shareholders and the potential investors of the Company that, based on the preliminary review of the unaudited consolidated management accounts of the Group and the current available information to the Board, the Group is expected to record a significant decrease in its net profit for the year ended 31 December 2015 (the "**Period**") as compared with that for the year ended 31 December 2014. Details will be disclosed in the results announcement to be issued soon.

The Group adjusted the mid-long term strategic planning after the change of company name, including (i) stabilizing the traditional medical chain and medical distribution business; (ii) strongly developing and promoting self-owned brands; (iii) proactively carrying out the international trade and cross-border e-commerce business; (iv) preparing to establish the Universal Health industry fund.

As a result of the downward pressure in the real economy, the retail industry declined and the growth of the medical chain distribution industry was stagnated. The Group adopted various measures to cope with the situation. The Group actively launched large-scale membership promotion activities; strongly invested in advertisement for self-owned brands marketing; expanded Hong Kong and international trade and reinforced cross-border e-commerce business. Each business of the Group developed in a stable manner during the Period.

The decrease in net profit was mainly due to the following factors:

(i) increase in the marketing and advertising expense arising from costs in the preparation of mobile internet service and overseas business, launching large-scale membership promotion events and brand promotion activities.

(ii) Based on the key development areas in the development planning after adjustment, the mid-long term development planning after the adjustment of the Group in the second half of 2015, the Group optimized resources allocation and allocated part of resources from the retail business in remote areas to self-owned brands promotion, international trade and cross-border e-commerce business, Universal Health industry fund and other fields which have higher future development potential. In light of which, the Group made provision for the impairment on goodwill arising from the acquisition of such stores by the Group in previous year.

(iii) the one-off payment for the share award granted in December 2015 under the share incentive scheme adopted in April 2014 by the Group for the great contribution made by the Directors and senior management to the Group since listing.

However, the Board is of the view that the overall operations of the Group remain sound and intact, and the Group's overall financial position also remains healthy.

The information contained in this announcement is prepared only based on the Board's preliminary review of the unaudited consolidated management accounts of the Group and the current available information to the Board, but not on any data or information which has been audited or reviewed by the auditors of the Company. The Company is still finalizing the audited results of the Group for the Period and will disclose it in the results announcement to be published in March 2016.

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

By Order of the Board
Universal Health International Group Holding Limited
Jin Dongtao
Chairman

Hong Kong, 26 February 2016

As at the date of this announcement, the Board comprises four executive Directors, namely, Mr. Jin Dongtao, Mr. Jin Dongkun, Mr. Chu Chuanfu and Mr. Zhao Zehua and three independent non-executive Directors, namely, Mr. Cheng Sheung Hing, Ms. Chiang Su Hui Susie and Ms. Hao Jia.