MODERN BEAUTY SALON HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 919)

PROFIT WARNING

This announcement is made by Modern Beauty Salon Holdings 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 Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong).

The board (the "Board") of directors (the "Directors") of the Company wishes to inform the shareholders and potential investors of the Company that based on the preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 March 2016, the Group is expected to record a substantial decrease in profit for the year ended 31 March 2016 as compared to the year ended 31 March 2015. Such substantial decrease was mainly attributable to the decrease of turnover induced by the continuous lackluster consumer sentiment.

As the Company is still in the course of finalizing its annual results for the year ended 31 March 2016, the information contained in this announcement is only a preliminary assessment made by the Board with reference to the currently available information which has yet to be confirmed, reviewed or audited by the auditors of the Company. Shareholders and potential investors are advised to read carefully the annual results of the Group for the year ended 31 March 2016 for further details, which is expected to be announced by end of June 2016.

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

By Order of the Board
Modern Beauty Salon Holdings Limited
Yeung See Man
Executive Director

Hong Kong, 6 May 2016

As at the date of this announcement, the Board consists of Three Executive Directors, Ms Tsang Yue, Joyce, Mr Yip Kai Wing and Ms Yeung See Man and Four Independent Non-executive Directors, Ms Liu Mei Ling, Rhoda, Mr Wong Man Hin, Raymond, Mr Hong Po Kui, Martin and Mr. Lam Tak Leung.