迪诺斯
Denox Environment

DENOX ENVIRONMENTAL & TECHNOLOGY HOLDINGS LIMITED
迪諾斯環保科技控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1452)

PROFIT WARNING

This announcement is made by Denox Environmental & Technology 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 the Inside Information Provisions (as defined in the Listing Rules) of Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong) (the "**SFO**").

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review of the unaudited consolidated management accounts of the Group for the four months ended 30 April 2016, it is expected that the Group to record a net loss of approximately RMB4.1 million as compared with the net profit (excluding one-off expenses such as listing expenses, share-based compensation expenses and fair value loss of convertible redeemable preferred shares) recorded for the corresponding period in 2015. The loss was primarily attributable to a drop in the average selling price of plate-type DeNOx catalysts per m^3 by approximately 60% as compared to the corresponding period in 2015 due to the intensified market competition. Since 2014, the average selling price of our plate-type DeNOx catalysts per m^3 has experienced a downward trend mainly due to market competition, and such has been disclosed in the prospectus of the Company dated 30 October 2015.

The information contained in this announcement is only based on the preliminary review and analysis of the unaudited consolidated management accounts of the Group for the four months ended 30 April 2016, which have not been audited or reviewed by the Company's independent external auditors.

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

By Order of the Board
Denox Environmental & Technology Holdings Limited
Zhao Shu
Chairlady

Hong Kong, 23 May 2016

As at the date of this announcement, the Board comprises Ms. Zhao Shu, Mr. Kong Hongjun and Mr. Li Ke as executive Directors; Mr. Li Xingwu and Mr. Teo Yi-Dar as non-executive Directors; and Mr. Li Junhua, Mr. Lam Yiu Por and Mr. Ong Chor Wei as independent non-executive Directors.