新礦資源有限公司
NEWTON RESOURCES LTD

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1231)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09 of 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, Laws of Hong Kong).

The Board wishes to inform the Shareholders and potential investors that the Group's net loss for the Reporting Period is expected to increase by more than 100% as compared to the net loss for the Corresponding Prior Period.

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

This announcement is made by Newton Resources Ltd (the "**Company**", and together with its subsidiaries, collectively 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, Laws of Hong Kong).

The board of directors (the "**Board**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review of the latest unaudited consolidated management accounts of the Group and other information currently available, the Group's net loss for the six months ended 30 June 2016 (the "**Reporting Period**") is expected to increase by more than 100% as compared to the net loss for the six months ended 30 June 2015 (the "**Corresponding Prior Period**") of approximately RMB10.1 million. The increase in net loss is mainly attributable to (i) provision made for the Group's current assets, including certain prepayments and inventories for the Reporting Period; and (ii) the decrease in the interest income for the Reporting Period as compared to the Corresponding Prior Period because of the decline in deposit interest rates offered by major banks of the Group in the first half of 2016.

As the interim results of the Group for the six months ended 30 June 2016 (the "**Interim Results**") have not yet been finalized, the information contained in this announcement represents only a preliminary assessment by the Board with reference to the latest unaudited consolidated management accounts of the Group and other information currently available, and is not based on any figures or information that have been audited or reviewed by the auditors of the Company. The results of the Group for the Reporting Period are therefore subject to adjustments and the Interim Results to be disclosed in the unaudited consolidated interim results announcement of the Group for the six months ended 30 June 2016 (the "**Interim Results Announcement**"), which is expected to be published before the end of August 2016, may be different from what is disclosed in this announcement. Shareholders and potential investors are advised to read the Interim Results Announcement carefully.

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

By Order of the Board
Newton Resources Ltd
Cheng Kar Shun
Chairman and Non-executive Director

Hong Kong, 12 August 2016

As at the date of this announcement, the executive Directors are Mr. Li Changfa and Mr. Luk Yue Kan; the non-executive Directors are Dr. Cheng Kar Shun, Mr. Hui Hon Chung, Mr. Cheng Chi Ming, Brian and Mr. Wu Wai Leung, Danny; and the independent non-executive Directors are Mr. Tsui King Fai, Mr. Lee Kwan Hung and Mr. Shin Yick, Fabian.