SUNWAH KINGSWAY
新華滙富

SUNWAH KINGSWAY CAPITAL HOLDINGS LIMITED
新華滙富金融控股有限公司

(Incorporated in Bermuda with limited liability)
(Stock Code: 00188)

PROFIT WARNING

The Board wishes to inform Shareholders and potential investors of the Company that, based on the annual unaudited management accounts of the Group for the financial year ended 30 June 2016 and the financial information currently available, the Group will record a loss attributable to the Shareholders as compared with a profit attributable to the Shareholders recorded by the Group in the corresponding period last year.

This announcement is made by Sunwah Kingsway Capital Holdings Limited (the "Company", together with its subsidiaries collectively referred to as 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 under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong) (the "SFO").

The board of directors (the "Board") of the Company hereby inform the shareholders (the "Shareholders") and potential investors of the Company that, based on the annual unaudited management accounts of the Group for the financial year ended 30 June 2016 and the financial information currently available, the Group will record a loss attributable to the Shareholders as compared with a profit attributable to the Shareholders recorded by the Group in the corresponding period last year. The Board considers that the expected loss was primarily attributable to the following factors:

(i) A net loss arising from financial investments of approximately HK$48 million for the financial year ended 30 June 2016 (partly due to the volatile financial market in Hong Kong during the financial year), as compared with a net profit arising from financial investments of approximately HK$17 million for the financial year ended 30 June 2015;

(ii) Impairment losses for margin loans and other receivables in the amount of approximately HK$8 million; and

(iii) A decrease of commission and fee income of approximately HK$7 million.

As the information contained in this announcement is only based on the preliminary review of the management accounts of the Group and the information currently available to the Board, and is not based on any figures or information which has been audited or reviewed by the auditors of the Company and has not been confirmed by the audit committee of the Board, the actual results of the Group may be different from what is disclosed in this announcement. It is expected that the audited annual results of the Group for the year ended 30 June 2016 will be published in September 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
Sunwah Kingsway Capital Holdings Limited
Vincent Wai Shun Lai
Company Secretary

Hong Kong, 31 August 2016

As at the date of this announcement, the directors of the Company are Jonathan Koon Shum Choi as Chairman, Michael Koon Ming Choi as Chief Executive Officer & Executive Director, Janice Wing Kum Kwan and Lee G. Lam as Non-Executive Directors, Robert Tsai To Sze, Elizabeth Law and Huanfei Guan as Independent Non-Executive Directors.