Bauhaus International (Holdings) Limited

包浩斯國際（控股）有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 483)

SAME STORE SALES GROWTH* FOR THE SECOND QUARTER OF 2016/17 FINANCIAL YEAR AND THE SIX MONTHS ENDED 30 SEPTEMBER 2016 AND PROFIT WARNING

SAME STORE SALES PERFORMANCE

Bauhaus International (Holdings) Limited (the "**Company**", together with its subsidiaries, the "**Group**") is pleased to announce the same store sales performance of the Group's self-managed shops for (1) the three months ended 30 September 2016 and (2) the six months ended 30 September 2016.

The same store sales growth* of the Group's self-managed retail business in various operating segments and the weighted average number of corresponding shops were as follows:

	Same store sales growth* Year-on-year change		**Weighted average number of corresponding shops**	
	Three months ended 30 September 2016	**Six months ended 30 September 2016**	**Three months ended 30 September 2016**	**Six months ended 30 September 2016**
Hong Kong and Macau	-18%	-17%	73	73
Taiwan	-3%	-3%	79	81
Mainland China	-4%	-5%	23	22
Group	**-15%**	**-14%**	**175**	**176**

Remark:

* *Same store sales growth represents a comparison of sales of the same self-managed shop having full month operations in the comparable periods; and such data does not include sales of any shop that was newly opened during the respective covering periods of the above mentioned same store sales growth.*

As at 30 September 2016, the Group had a total of 199 self-managed shops in the following operating segments:

	Number of self-managed shops As at 30 September 2016	As at 31 March 2016	Change
Hong Kong and Macau	82	86	-4
Taiwan	89	94	-5
Mainland China	28	34	-6
	199	214	-15

The board of directors of the Company (the "**Board**") wishes to remind investors that the above operational data is based on the Company's internal records which have not been audited by auditors.

PROFIT WARNING

In addition, the following is made by the Company pursuant to Rule 13.09(2) 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, the Laws of Hong Kong).

The Board wishes to inform the shareholders of the Company and potential investors that based on the preliminary assessment of the information currently available, the Group is expected to record a net loss of more than HK$60 million for the six months ended 30 September 2016 (2015: HK$26.6 million), mainly due to streamlining of the retail networks where the Group principally operates and adverse same store sales performance, particularly in Hong Kong.

The Company is in the process of finalising the interim results of the Group for the six months ended 30 September 2016. The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the information currently available, including but not limited to the unaudited management accounts of the principal subsidiaries of the Company, which have not been audited or reviewed by the Company's auditors. The Group's interim results for the six months ended 30 September 2016 are expected to be published on or before 30 November 2016.

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

By Order of the Board
Bauhaus International (Holdings) Limited
Wong Yui Lam
Chairman

Hong Kong, 11 October 2016

As at the date of this announcement, the board of directors of the Company comprises three executive directors, namely Mr. Wong Yui Lam, Madam Lee Yuk Ming and Mr. Yeung Yat Hang and four independent non-executive directors, namely Dr. Wong Yun Kuen, Mr. Chu To Ki, Mr. Mak Wing Kit and Mr. Mak Siu Yan.