WAI CHI HOLDINGS COMPANY LIMITED

偉志控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1305)

POSITIVE PROFIT ALERT

This announcement is made by Wai Chi Holdings Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule **13.09(2)(a)** 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 under the Listing Rules) under Part **XIVA** of the Securities and Future Ordinance (Cap **571** of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform shareholders of the Company (the "**Shareholders**") and potential investors that based on the latest review of the unaudited management accounts (the "**Management Accounts**") of the Group for the nine months ended 30 September 2016 and the information currently available to the Group, the Group is expected to record a profit attributable to the equity holders of the Company for the year ended 31 December 2016 as compared to a loss attributable to the equity holders of the Company of approximately HK$38,767,000 for the year ended 31 December 2015.

The aforesaid expected turn from loss into profit was mainly attributable to (i) the absence of impairment loss on trade receivables, inventories and construction in progress of approximately HK$77,313,000 in total for the corresponding period in 2015; and (ii) the initial results of cost-reduction measures implemented by the Company.

The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the Management Accounts and the information currently available, which is subject to finalization and has not been reviewed or audited by the Company's auditors. Shareholders and potential investors are advised to read carefully the annual results announcement of the Company for 2016 which will be published before the end of March 2017 pursuant to the requirements of the Listing Rules.

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

By order of the Board
Wai Chi Holdings Company Limited
Yiu Chi To
Chairman

Hong Kong, 1 November 2016

As at the date of this announcement, the executive directors are Mr. Yiu Chi To (Chairman), Mr. Chen Chung Po (Chief Executive Officer), Ms. Yiu Kwan Yu, Mr. Chen Wei Wu, Ms. Yong Jian Hui and Mr. Peng Jian. The independent non-executive directors are Mr. Au Yeung Tin Wah, Mr. Chen Kwok Wang and Mr. Ho Chi Wai.