MAN SANG INTERNATIONAL LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 938)

PROFIT WARNING

This announcement is made by Man Sang International 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 Futures Ordinance (Chapter 571 of the 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 assessment of the unaudited consolidated management accounts of the Company for the six months ended 30 September 2016, the Company is expected to record a loss attributable to equity holders of the Company for the six months ended 30 September 2016 as compared to a profit attributable to equity holders of the Company of HK$19.3 million for the six months ended 30 September 2015. The expected loss is mainly attributable to (i) an increase in finance costs as a result of the promissory note issued by the Company as part of the consideration for the acquisition of a property located in Chongqing, the People's Republic of China (the **"Acquisition"**), which has been completed on 28 July 2016, at the interest rate of 8% per annum; (ii) an increase in finance costs due to the existing mortgage loan of the newly acquired property from the Acquisition at an effective interest rate of 8.1% per annum; and (iii) a reduction in revenue generated from the sales of properties in the Group's property project (known as China Pearls and Jewellery City) located in Zhuji City, Zhejiang Province, the People's Republic of China.

The Board wishes to emphasize that the information contained in this announcement is based on the preliminary assessment of the unaudited consolidated management accounts of the Company for the six months ended 30 September 2016 and the information currently available to the Board, which have not been audited or reviewed by the Company's independent auditors. As at the date of this announcement, the Company's interim results for the six months ended 30 September 2016 have not been finalized. It is scheduled that the interim results of the Company for six months ended 30 September 2016 will be announced later this month.

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

By order of the Board
MAN SANG INTERNATIONAL LIMITED
Leung Alex
Executive Director and Company Secretary

Hong Kong, 8 November 2016

As at the date of this announcement, the executive directors are Mr. Lei Hong Wai (Chairman), Ms. Cheng Ka Man, Carman, Mr. Cheung Kwok Wai, Elton, Mr. Leung Alex and Mr. Yuan Huixia; and the independent non-executive directors are Mr. Chan Cheong Tat, Mr. Lei Seng Fat and Mr. Wong Tak Chuen.