IPE GROUP LIMITED
國際精密集團有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 929)

ANNOUNCEMENT
PROFIT ALERT

The unaudited net profit of the Group for the ten months ended 31 October 2016 has already exceeded the net profit of the Group for the year ended 31 December 2015 and exceeded the net profit of the Group for the same period last year by more than 30%.

This announcement is made by IPE Group Limited (the "**Company**" and, together with it subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance, Cap. 571 of the Laws of Hong Kong.

The board (the "**Board**") of directors of the Company wishes to inform the shareholders and potential investors of the Company that based on the latest unaudited management account of the Group up to 31 October 2016, the unaudited net profit of the Group for the ten months ended 31 October 2016 has already exceeded the net profit of the Group for the year ended 31 December 2015 and exceeded the net profit of the Group for the same period last year by more than 30%. Barring any unforeseen circumstances for the remaining two months, the Group is expected to record a substantial increase in net profit for the year ending 31 December 2016 as compared to last year. The reasons for the strong performance of the Group are primarily due to: (i) an improvement of the overall gross profit margin as a result of more revenue from the sale of automotive components; and (ii) exchange gain as a result of depreciation of Renminbi.

The information divulged in this announcement is only based on preliminary assessment by the Company's management with reference to the information currently available including the unaudited management accounts of the Group for the ten months ended 31 October 2016 which have not been reviewed or audited by the auditor of the Company. Shareholders and

* *for identification purposes only*

potential investors of the Company are advised to refer to the Group's annual results for the year ending 31 December 2016 to be released by the end of March 2017 for details of the Group's performance and to exercise caution when dealing in the securities of the Company.

By order of the Board
IPE Group Limited
Chui Siu On
Chairman

Hong Kong, 30 November 2016

As at the date of this announcement, the Board comprises 8 executive directors, namely, Mr. Chui Siu On (Chairman), Mr. Ho Yu Hoi, Mr. Li Chi Hang, Mr. Lau Siu Chung, Mr. Yuen Chi Ho, Ms. Chiu Tak Chun, Mr. Zeng Guangsheng and Mr. Wu Kai Ping; and 4 independent non-executive directors, namely, Dr. Cheng Ngok, Mr. Choi Hon Ting, Derek, Mr. Wu Karl Kwok and Mr. Hung, Randy King Kuen.