InvesTech Holdings Limited
威 訊 控 股 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1087)

PROFIT WARNING

This announcement is made by InvesTech Holdings Limited (the "**Company**" and together with its subsidiaries, 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 (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company and potential investors that, based on a preliminary review of the unaudited management accounts of the Group for the year ended 31 December 2016 (the "**Period**") and assessment of the information currently available to the Board, the Group is expected to record a net loss for the Period as compared with the net profit recorded for the year ended 31 December 2015. The loss-making position during the Period was attributable to (i) the significant decrease in revenue as a result of the uncertainty of worldwide economy and the continuous intense competition in the telecommunications industry and the downsizing of the operation of the traditional telecommunications products and services (the "**Traditional Telecommunication Business**") by the Group due to shifting of its business focus towards the development of network communication business and the mobile office automation software business (collectively, the "**Network System Integration Business**"); (ii) the decrease in gross profit due to the amortization adjustment included in cost of sales of approximately RMB29.8 million arising from amortization of technology and unfinished backlog orders created upon completion of acquisition of Fortune Grace Management Limited, which through its wholly owned subsidiary, is principally engaged in the Network System Integration Business, in November 2015; and (iii) the significant increase in the selling and distribution expenses arising from the pro-active development and promotion of the Network System Integration Business upon completion of acquisition of Fortune Grace Management Limited in November 2015.

As the Company is still in the course of compiling the results of the Group for the Period, the information contained in this announcement is only based on, among others, a preliminary assessment of the unaudited management accounts of the Group and the expectation of the Board after taking into account the information currently available, and is not based on any data or information being audited or reviewed by the auditors of the Company. Further information and other details of the Group's financial performance for the Period will be disclosed in the forthcoming annual results announcement which is expected to be published in March 2017.

Shareholders of the Company and potential investors should exercise caution when dealing in the securities of the Company.

By order of the Board
InvesTech Holdings Limited
Chan Sek Keung, Ringo
Chairman and Chief Executive Officer

Hong Kong, 25 January 2017

As at the date of this announcement, the executive Directors are Mr. Chan Sek Keung, Ringo (Chairman and Chief Executive Officer), Mr. Lu Chengye, Ms. Wang Fang and Mr. Wu Chi Luen, the non-executive Directors is Mr. Wong Kui Shing, Danny and the independent non-executive Directors are Mr. Qu Wen Zhou, Mr. Lu, Brian Yong Chen and Mr. Huang Liangkuai.