SINCE 1983

MOBICON GROUP LIMITED
萬保剛集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 1213)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that the Group is expected to record a net loss for the year ended 31 March 2017 as compared with a net profit for the year ended 31 March 2016.

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

This announcement is made by Mobicon Group Limited (the "**Company**") pursuant to the requirements of 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of laws of Hong Kong).

* *For identification purpose only*

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on the Board's preliminary assessment of the unaudited consolidated management accounts of the Company and its subsidiaries (the "**Group**") for the year ended 31 March 2017 and the financial information currently available to the Board, the Group is expected to record a net loss for the year ended 31 March 2017 as compared with a net profit for the year ended 31 March 2016. The expected net loss is mainly due to the decrease in profit derived from the cosmetics business segment as a result of the prolonged sluggish retail environment with cautious consumption sentiment in Hong Kong and slow consumer sentiment among the Mainland tourists.

The information contained in this announcement is only based on the preliminary assessment by the Board of the unaudited consolidated management accounts of the Group for the year ended 31 March 2017 and the financial information currently available to the Board, which have not been reviewed or audited by the Company's auditors and are subject to finalisation and other potential adjustments, if any. The Company is in the process of finalising the results of the Group for the year ended 31 March 2017 which are expected to be published before the end of June 2017.

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

By Order of the Board
Hung Kim Fung, Measure
Chairman

Hong Kong, 9 May 2017

As at the date of this announcement, the board of directors of the Company comprises Dr. Hung Kim Fung, Measure, Madam Yeung Man Yi, Beryl, Mr. Hung Ying Fung and Mr. Yeung Kwok Leung, Allix as executive Directors and Mr. Charles E. Chapman, Dr. Leung Wai Cheung and Mr. Ku Wing Hong, Eric as independent non-executive Directors.