BILLION INDUSTRIAL HOLDINGS LIMITED
百宏實業控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2299)

POSITIVE PROFIT ALERT

This announcement is made by Billion Industrial Holdings Limited (the "**Company**" together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions of Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company and potential investors that based on the information currently available to the Company and the preliminary assessment by the Company's management with reference to the unaudited management accounts of the Group for the four months ended 30 April 2017, the Group is expected to record a substantial increase of 50% or more in profit after taxation for the six months ending 30 June 2017, as compared to the profit after taxation for the six months ended 30 June 2016. The expected increase is primarily due (i) to the increase in the revenue of the Group which is mainly attributable to the completion of the entire expansion plan for the Group's production of polyester thin films in the second half of 2016; and (ii) the continuous strong recovery of the differentiated polyester filament yarn industry.

The information contained in this announcement is only a preliminary assessment by the Company's management based on the unaudited management accounts of the Group for the four months ended 30 April 2017, which have not been audited or reviewed by the Company's auditors or the audit committee of the Board. Further details of the Group's performance will be disclosed when the interim results of the Group for the six months ending 30 June 2017 are announced.

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

By order of the Board
Billion Industrial Holdings Limited
Sze Tin Yau
Co-chairman

Hong Kong, 10 May 2017

As at the date of this announcement, the Board comprises Mr. Sze Tin Yau, Mr. Wu Jinbiao, Mr. Wang Li and Mr. Liu Jingui as executive directors, Mr. Zeng Wu and Mr. Wu Zhongqin as non-executive directors and Mr. Chan Shek Chi, Mr. Ma Yuliang and Mr. Lin Jian Ming as independent non-executive directors.