Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

GRANDE

THE GRANDE HOLDINGS LIMITED
嘉域集團有限公司

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)

(Stock Code: 186)

PROFIT ALERT ANNOUNCEMENT

This announcement is made by the Company pursuant to Rule 13.09 of 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 the Laws of Hong Kong).

The Board wishes to inform the Shareholders and potential investors that based on the preliminary review of the latest unaudited consolidated management accounts of the Group and other information currently available, it is expected that the results of the Group for the fifteen months ended 31 March 2017 will turnaround from a net loss attributable to the Shareholders for the twelve months ended 31 December 2015 to a net profit attributable to the Shareholders. It is also expected that the net assets value as at 31 March 2017 will significantly increase as compared with the net assets value of 30 June 2016.

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

This announcement is made by The Grande 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 in 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 review of the latest unaudited consolidated management accounts of the Group and other information currently available, the Group's results for the fifteen months ended 31 March 2017 are expected to turnaround from a net loss attributable to the Shareholders for the twelve months ended 31 December 2015 to a net profit attributable to the Shareholders. It is also expected that the net assets value as at 31 March 2017 will significantly increase as compared with the net assets value of 30 June 2016.

The net profit attributable to the Shareholders for the fifteen months ended 31 March 2017 mainly resulted from (1) a gain of approximately HK$2,636 million arising from the settlement of the Company's scheme creditors through the schemes of arrangement, which was offset partially by (2) an impairment loss of HK$192 million in respect of the trademark of Emerson Radio Corp., a 56.2% owned subsidiary of the Company, having its shares listed on the NYSE Alternext of United States of America (formerly the American Stock Exchange of United States of America); and (3) a write back of HK$162 million which was provided for Akai Sales Pte Ltd ("**ASPL**"), a former subsidiary of the Company incorporated in Singapore.

Items (1) and (2) of the above have been accounted for in the results for the six months ended 30 June 2016, details of which can be referred to the interim report dated 26 August 2016 issued by the Company. For item (3), the write back is determined having considered that the dissolution of ASPL was confirmed by the Singaporean authorities recently and the accounting treatment was agreed with the Company's auditor. ASPL was excluded from the Group as part of the arrangement of the Group's resumption proposal, details of which were disclosed in the Company's circular dated 9 March 2016.

As the final results of the Group for the fifteen months ended 31 March 2017 have not yet been finalized, the information contained in this announcement represents only a preliminary assessment by the Board with reference to the latest unaudited consolidated management accounts of the Group and other information currently available, and is not based on any figures or information that have been reviewed by the audit committee or the auditor of the Company. Should there be any significant accounting issues, the Company will make a further announcement as required. The audited final results of the Group for the fifteen months ended 31 March 2017 may be different from what is disclosed in this announcement. Shareholders and potential investors are advised to read carefully the audited consolidated final results announcement of the Group for the fifteen months ended 31 March 2017, which is expected to be released 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
The Grande Holdings Limited
Francis Hui
Company Secretary

Hong Kong, 19 May 2017

As at the date of this announcement, the board of directors of the Company comprises three executive directors, namely, Mr. Duncan Hon Tak Kwong, Mr. Michael Andrew Barclay Binney and Mr. Manjit Singh Gill, one non-executive director, Mr. Eduard William Rudolf Helmuth Will and three independent non-executive directors, namely, Mr. James Mailer, Mr. Lau Ho Kit, Ivan and Mr. Chen Xiaoping.