新明中国控股
XINMING CHINA

Xinming China Holdings Limited
新明中國控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2699)

PROFIT WARNING

This announcement is made by Xinming China Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to 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 under the Listing Rules) under 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 (the "**Shareholders**") and potential investors that, based on the information currently available to the Board, the Group is expected to record a net loss attributable to the owners of the Company for the six months ended 30 June 2017 as compared to the profit attributable to the owners of the Company for the corresponding period in 2016. The turnaround from profit to loss is primarily attributable to the decrease of approximately 92.9% in the gross floor area of the residential and commercial projects delivered in the first half of the year as compared to the corresponding period in 2016. Such decrease was mainly due to the fact that the transfer procedures of real estate of new sales project, Hangzhou Xinming•Children's World Project, is expected to be completed by the end of the year and the advances from customers can only be booked as income upon the formal delivery of the real estate to clients.

As the Company is still in the process of finalising the Group's interim results announcement for the six months ended 30 June 2017, the information contained in this announcement is only based on the preliminary assessment by the Board with reference to the Group's unaudited consolidated management accounts for the six months ended 30 June 2017 currently available, which have not been confirmed or reviewed by the audit committee of the Board, and have not been audited by the Company's auditors. It is expected that the Group's interim results announcement for the six months ended 30 June 2017 will be published in August 2017.

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

By order of the Board
Xinming China Holdings Limited
Chen Chengshou
Chairman and Chief Executive Officer

Hong Kong, 14 August 2017

As at the date of this announcement, the executive Directors are Mr. Chen Chengshou, Mr. Feng Cizhao and Mr. Wong Thian Tsu Michael; the non-executive Director is Ms. Gao Qiaoqin; and the independent non-executive Directors are Mr. Gu Jiong, Mr. Lo Wa Kei, Roy and Mr. Fong Wo, Felix.