畅捷通
Chanjet

暢捷通信息技術股份有限公司
CHANJET INFORMATION TECHNOLOGY COMPANY LIMITED*
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock code: 1588)

POSITIVE PROFIT ALERT

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Future Ordinances (Chapter 571, Laws of Hong Kong).

The Board wishes to inform the Company's shareholders and potential investors that based on preliminary estimates of the unaudited consolidated management accounts of the Group, the profit attributable to owners of the parent for the year ended 31 December 2017 is expected to exceed RMB210 million, as compared to the net loss for the year ended 31 December 2016. The loss attributable to owners of the parent for the year ended 31 December 2016 amounted to RMB122.61 million.

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

This announcement is made by Chanjet Information Technology Company Limited (the "**Company**", 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 and Part XIVA of the Securities and Future Ordinances (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform the Company's shareholders and potential investors that based on preliminary estimates of the unaudited consolidated management accounts of the Group, the profit attributable to owners of the parent for the year ended 31 December 2017 is expected to exceed RMB210 million, as compared to the net loss for the year ended 31 December 2016. The loss attributable to owners of the parent for the year ended 31 December 2016 amounted to RMB122.61 million.

* *For identification purposes only*

The Board considers that the expected turnaround from loss to profit was principally attributable to the increase in software revenue, the investment income received from the disposal of 55.82% equity interests in Beijing Chanjet Payment Technology Co., Ltd. (北京暢捷通支付技術有限公司) ("**Chanjet Payment**"), the significant decrease in the cost of the employee trust benefit scheme of the Company and the improvement of the operation and management of the Group. Without considering the impact of the investment income received from the disposal of 55.82% equity interests in Chanjet Payment and the costs of the employee trust benefit scheme, for the year ended 31 December 2017, the profit attributable to owners of the parent of the Group is expected to exceed RMB90 million whereas the profit attributable to owners of the parent of the Group for the year ended 31 December 2016 was RMB8.63 million, having excluded the costs of the employee trust benefit scheme.

For the year ended 31 December 2017, the Group focused on the financial and management services for small and micro scale enterprises ("**MSEs**"), and steadfastly carried forward the synergetic development of the software business and the cloud service business. Through continuous integration of the online and offline resources while steadily promoting the cost-effective growth of its software business, it devoted greater efforts to seek for breakthroughs in the operation of its cloud services business at a higher speed and actively developed partners in this regard, targeting on the development of paying enterprise users. In respect of product, in response to the consumption upgrade under the new economic and retailing environment, the Group provided MSEs with cloud management services that integrated "personnel, finance, commodity and customer" and cloud finance services that integrated finance, invoice and taxes in line with the "new business, new management, new operation" needs and through integrating financial management, purchase-sale-stock management, collaborative office, client management and other core applications. Chanjet Good Accountant, orienting at "intelligence, connection and platform", was committed to providing safe and convenient smart cloud finance services for MSE users. The launch of T^+ Cloud satisfies the demands of small scale enterprises for real-time financial accounting, business management and more efficient business through the SaaS mode, reducing the investment in and maintenance cost of IT of enterprises and improving data security. In respect of marketing, the Group fully popularized the "personnel, finance, commodity and customer"- integrated management mode among MSEs in cooperation with nearly 2,000 channel partners so as to facilitate the cost reduction and efficiency improvement of MSEs. Besides, it proactively sought for internet and resource-oriented partners and inspired the enthusiasm of channel partners for sale of cloud services. Meanwhile, it developed the business operation supporting system that integrated online operation and offline channel marketing, thus effectuating operation management for clients throughout the service life. In view of the foregoing, the Board considers that the overall business operation of the Group remains sound.

The information in this announcement is based on a preliminary assessment by the Board with reference to the consolidated management accounts of the Group which are neither audited nor reviewed. Detailed financial information of the Company will be disclosed in the announcement on annual results for the year ended 31 December 2017 to be published by the end of March 2018.

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

On behalf of the Board
Chanjet Information Technology Company Limited
Wang Wenjing
Chairman

Beijing, the PRC
6 February 2018

As at the date of this announcement, the non-executive directors of the Company are Mr. Wang Wenjing and Mr. Wu Zhengping; the executive directors of the Company are Mr. Zeng Zhiyong and Mr. Yang Yuchun; and the independent non-executive directors of the Company are Mr. Chen, Kevin Chien-wen, Mr. Lau, Chun Fai Douglas and Mr. Chen Shuning.