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Vobile Group Limited

阜博集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3738)

VOLUNTARY ANNOUNCEMENT

This announcement is made by Vobile Group Limited (the “**Company**” together with its subsidiaries, the “**Group**”) on a voluntary basis.

The board of directors (the “**Board**”) of the Company would like to draw the attention of the shareholders of the Company (the “**Shareholders**”) and potential investors to the likely impact of the re-valuation of the deferred tax assets in the United States (“**U.S.**”) as a result of the recently enacted U.S. tax reform legislation, namely, the Tax Cuts and Jobs Act (the “**Act**”).

Based on the information available at the moment, the Group expects to incur a one-off reduction of its deferred tax assets of approximately US\$1.2 million and hence a corresponding deferred tax expense to be included in the audited annual results of the Group for the year ended December 31, 2017. Given that the adjustment to be included in the financial results is of a non-cash nature, the Group does not expect such adjustment to have any material effect on its operation or cash flow position.

The Group wishes to note that the Act also reduces the statutory rate of the U.S. corporate income tax beginning in 2018. The Board believes that such reduction will positively impact the future earnings of the Group’s U.S. operations beginning in 2018 given that the majority of Group’s operations are currently located in the U.S. and subjected to the U.S. tax regime.

The above estimates are based on the Board’s preliminary review of the latest unaudited consolidated management accounts of the Group for the year ended December 31, 2017, which have not been reviewed or audited by the Company’s auditors, and on the information currently available. The actual impact of the Act may differ from the above estimates, due to, among other things, complexities of the Act and changes in interpretations of the Act, assumptions that the Group has made and actions the Company may take as a result of the Act.

The Company is in the process of finalizing the audited annual results of the Group for the year ended December 31, 2017. The information contained in this announcement is only a preliminary assessment by management of the Company based on information currently available. Details of the Group's financial information will be disclosed in the annual results announcement to be published in March 2018.

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

By Order of the Board
Vobile Group Limited
Yangbin Bernard Wang
*Chairman, Executive Director
and Chief Executive Officer*

Hong Kong, March 12, 2018

As at the date of this announcement, the Board comprises Mr. Yangbin Bernard WANG, Mr. Michael Paul WITTE and Mr. Xianming ZHU as executive Directors; Mr. Vernon Edward ALTMAN, Mr. J David WARGO and Mr. WONG Wai Kwan as non-executive Directors; and Mr. CHAN King Man Kevin, Mr. James Alan CHIDDIX and Mr. Charles Eric EESLEY as independent non-executive Directors.