Chaowei Power Holdings Limited
超 威 動 力 控 股 有 限 公 司

(incorporated in the Cayman Islands with limited liability)

(Stock code: 951)

PROFIT WARNING

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

The board (the "Board") of directors (the "Directors") of the Company wishes to inform the shareholders (the "Shareholders") of the Company and potential investors that, based on the information currently available and the preliminary review of the consolidated management accounts of the Group for the three months ended 31 March 2018, the Group is expected to record a significant decrease in profit for the six months ending 30 June 2018, as compared to that for the six months ended 30 June 2017. The Board considers that the expected significant decrease in profit was mainly attributable to the very intense price competition in the lead-acid motive battery industry in the PRC since the beginning of 2018 resulting from excessive production capacity. The Group has observed that the selling prices of lead-acid motive battery products in general has dropped significantly in the first quarter of 2018 as compared to the first quarter of 2017 and selling prices of products of the Group experienced similar reduction. It is expected that such market trend will likely to be similar for the second quarter of 2018.

The information contained in this profit warning announcement has not been reviewed or audited by the auditors of the Company or reviewed by the audit committee of the Company and is only based on information currently available to the Company and the Company's preliminary review of the consolidated management accounts of the Group for the three months ended 31 March 2018.

The Shareholders and potential investors are advised to read carefully the consolidated interim results announcement of the Group for the six months ending 30 June 2018, which will be published once available.

By Order of the Board
Chaowei Power Holdings Limited
Zhou Mingming
Chairman and Chief Executive Officer

Changxing, Zhejiang Province, the PRC, 7 May 2018

As at the date of this announcement, the executive Directors are Mr. ZHOU Mingming, Mr. ZHOU Longrui, Ms. YANG Yunfei and Mr. YANG Xinxin; the non-executive Directors is Ms. FANG Jianjun; and the independent non-executive Directors are Mr. WANG Jiqiang, Prof. OUYANG Minggao, Mr. LEE Conway Kong Wai and Mr. NG Chi Kit.