MIDAS

勤達集團國際有限公司*

Midas International Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1172)

PROFIT WARNING

This announcement is made by Midas International Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") pursuant to Part XIVA of the Securities and Futures Ordinance and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

The board of the directors (the "**Board**") of the Company wishes to inform shareholders of the Company and potential investors that based on the preliminary assessment of the Group's unaudited management accounts and information currently available to the management, the Group is expected to record a decrease in profit attributable to equity holders of the Company of not less than 70% for the year ended 31 March 2018, as compared with the profit of approximately HK$50 million for the year ended 31 March 2017.

The decrease in profit was mainly attributable to absence of the net gain on a one-off disposal of a discontinued operation of approximately HK$42 million recorded during the year ended 31 March 2017. Nevertheless, the continuing operations of the Group are expected to record a net profit attributable to equity holders of the Company of not more than approximately HK$15 million for the year ended 31 March 2018, representing an increase in profit from continuing operations of not more than approximately HK$7 million as compared with the profit from continuing operations of approximately HK$8 million for the year ended 31 March 2017.

* *For identification purpose only*

The improvement in financial performance from continuing operations for the year ended 31 March 2018 as compared with that of the year ended 31 March 2017 was mainly attributable to:

(i) the increase in rental income by approximately HK$9 million during the year ended 31 March 2018 as compared to the year ended 31 March 2017; and

(ii) the increase in net exchange gain for not more than approximately HK$7 million attributable to the appreciation of Renminbi receivables against Hong Kong dollars;

however, the above factors are partially off-set by a one-off transaction cost of approximately HK$4 million for the acquisition of properties business during the year ended 31 March 2018 and the fair value loss on mark-to-market valuation of quoted bonds from the securities investment and trading business of approximately HK$3 million for the year ended 31 March 2018, as compared with the net fair value gain of approximately HK$2 million for the year ended 31 March 2017.

The Company is still in the process of finalising the annual results of the Group for the year ended 31 March 2018. The information contained in this announcement is only based on the preliminary review of the Group's unaudited management accounts and information currently available to the management of the Group, which is not based on any figures or information which has been reviewed or audited by the auditor of the Company. Further details of the financial information of the Group will be disclosed in the final results announcement and the annual report of the Company to be published in accordance with the Listing Rules.

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

By order of the Board of
Midas International Holdings Limited
Li Qing
Director

Hong Kong, 6 June 2018

As at the date of this announcement, Mr. Li Qing, Ms. Au Hoi Lee Janet and Ms. Zhang Feiyang are the executive directors of the Company, Mr. Lam Chi Hung Louis, Mr. Hung Kin Man and Mr. Ho Man are the independent non-executive directors of the Company.