LONGITECH SMART ENERGY HOLDING LIMITED
隆基泰和智慧能源控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1281)

INSIDE INFORMATION AND POSITIVE PROFIT ALERT

This announcement is made by LongiTech Smart Energy Holding 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 (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2018 and the preliminary assessment by the Company's management, the Group expects to record an increase in revenue of approximately 50% for the six months ended 30 June 2018 as compared to the corresponding period in 2017, and an increase in profit attributable to owners of the Company of approximately 60% for the six months ended 30 June 2018 as compared to the corresponding period in 2017.

The estimated increases in revenue and profit are mainly attributable to the growth in smart energy and solar energy businesses, especially the photovoltaic home system. In view of the changes in China's subsidy policies for the photovoltaic industry, the Group will pay close attention to the impact of the policies on the Group's revenue and earnings, and take positive responses. Meanwhile, the Group expects to expand and diversify its layout and investment in various areas including incremental power distribution, heating-supply (including centralized heating-supply, distributed heating-supply, etc.), energy management contract and energy-saving technology transformation, to continuously enrich and improve the Group's smart energy industry structure and continuously expand the sources of the Group's revenue and earnings.

As the Company is still in the process of finalising the interim results for the six months ended 30 June 2018, the information contained in this announcement is only a preliminary assessment made by the Company's management based on the unaudited consolidated management accounts of the Group for the six months ended 30 June 2018, which has not been audited nor confirmed by the auditors or the audit committee of the Company, and is subject to finalisation and adjustments. The interim results announcement of the Company for the six months ended 30 June 2018 is expected to be published in August 2018.

Shareholders and potential investors of the Company should exercise caution when dealing in the securities of the Company.

By Order of the Board
LongiTech Smart Energy Holding Limited
Wei Qiang
Chairman

Hong Kong, 23 July 2018

As at the date of this announcement, the executive Directors are Mr. Wei Qiang, Mr. Yuen Chi Ping and Dr. Liu Zhengang; the non-executive Director is Mr. Wei Shaojun and the independent non-executive Directors are Dr. Han Qinchun, Mr. Wong Yik Chung John and Mr. Han Xiaoping.