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HENGDELI HOLDINGS LIMITED
亨得利控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3389)

POSITIVE PROFIT ALERT

This announcement is made pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance.

The Board wishes to inform the Shareholders and potential investors that, based on preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2018, the Group is expected to record a turnaround to profit attributable to owners of the Company of approximately RMB30 million for the six months ended 30 June 2018 as compared to a loss attributable to owners of the Company of approximately RMB196 million (including a loss of approximately RMB184 million from discontinued operations) of the corresponding period in 2017.

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

This announcement is made by Hengdeli Holdings Limited (the "**Company**" and 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 (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2018, the Group is expected to record a turnaround to profit attributable to owners of the Company of approximately RMB30 million for the six months ended 30 June 2018 as compared to a loss attributable to owners of the Company of approximately RMB196 million (including a loss of approximately RMB184 million from discontinued operations) of the corresponding period in 2017.

Based on the information currently available, the expected turnaround profit was mainly attributable to the increase of sales and decrease of financial costs.

As the Company is still in the process of finalizing the interim results of the Group for the six months ended 30 June 2018, the information contained in this announcement is only based on a preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group for the six months ended 30 June 2018 and information currently available to the Board, which have not been reviewed by or discussed with the auditors of the Company and that the actual results of the Group for the six months ended 30 June 2018 may be different from what is disclosed in this announcement. The interim results announcement of the Company for the six months ended 30 June 2018 is expected to be released in August 2018 pursuant to the requirements of the Listing Rules.

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

By order of the Board
HENGDELI HOLDINGS LIMITED
Zhang Yuping
Chairman

Hong Kong, 2 August 2018

As at the date this announcement, the executive directors of the Company are Mr. Zhang Yuping (chairman), Mr. Huang Yonghua and Mr. Lee Shu Chung Stan; the non-executive director is Mr. Shi Zhongyang; the independent non-executive directors are Mr. Cai Jianmin, Mr. Wong Kam Fai William and Mr. Liu Xueling.