SOLIS HOLDINGS LIMITED

守益控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2227)

INSIDE INFORMATION BUSINESS UPDATE AND PROFIT WARNING

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

Business update

References are made to the announcements of the Company dated 4 June 2018 and 12 July 2018 in relation to the business updates (the "**Announcements**") of the Company.

The board (the "**Board**") of directors (the "**Directors**") of the Company is pleased to announce that the Group has recently been awarded another new project for a total contract sum of approximately S$4.2 million. The awarded project has commenced in August 2018 and to be completed within 24 months from date of commencement. This newly awarded project is one of the 12 submitted tenders as disclosed in the Announcements.

The Group is still negotiating closely on the outstanding 11 submitted tenders as disclosed in the Announcements and further announcement will be made by the Company to keep the shareholders of the Company informed if any of the submitted tenders became materialised.

Save as disclosed in the Announcements, the Company has further submitted five tenders which in aggregate amount to approximately S$92.0 million. The Directors expect they will have results of these tenders in the end of the third quarter of 2018 or the beginning of the fourth quarter of 2018.

Profit warning

The Group is still in the process of finalising the results for the six months ended 30 June 2018 ("**Interim Period**"). As there had been a lull in securing new tenders due to keen market competition, the Group is expected to record a significant decrease in net profit for the Interim Period as compared to that for the same period in 2017. If the results of the outstanding and upcoming tenders are successful, the Directors expect the Group's business to pick up in the second half year of 2018.

The information contained in this announcement represents only a preliminary assessment made by the Board based on the information made available to the Board as at the date hereof. The results for the Interim Period of the Group are subject to the review by the Company's auditors and are expected to be published on or before 31 August 2018.

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

By Order of the Board
Solis Holdings Limited
Tay Yong Hua
Executive Chairman and Executive Director

Hong Kong, 6 August 2018

As at the date of this announcement, the executive Directors are Mr. Tay Yong Hua, Mr. Tay Yong Meng and Mr. Kenneth Teo Swee Cheng (Kenneth Zhang Ruiqing); the independent non-executive Directors are Ms. Theng Siew Lian Lisa, Mr. Law Wang Chak Waltery and Mr. Tan Sin Huat Dennis.