China Display Optoelectronics Technology Holdings Limited
華顯光電技術控股有限公司
(Incorporated in Bermuda with limited liability)
(Stock Code: 334)

PROFIT WARNING

This announcement is made by China Display Optoelectronics Technology 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 of the Laws of Hong Kong).

The board of directors (the "**Board**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on information currently available to the Board and preliminary review of the unaudited consolidated management accounts for the six months ended 30 June 2018 ("**Reporting Period**"), the Group is expected to record a net loss attributable to owners of the parent for the Reporting Period, compared to a net profit attributable to owners of the parent recorded for the corresponding period last year, mainly due to:

(1) a decrease in sales of LCD modules products owing to the continued weak global demand for smartphones; and

(2) a decrease in gross profit margin, mainly due to:

   (i) an increase in the cost of raw materials; and

   (ii) an increase in labour costs as a result of rise in workers' wages in the People's Republic of China and reduced order visibility.

As the Company is still in the process of finalising the interim results for the Reporting Period, the information contained in this announcement is only based on the preliminary assessment by the management of the Company of information currently available and is not based on any figures or information audited or reviewed by the Company's auditors. The interim results of the Group for the Reporting Period are expected to be published by 22 August 2018.

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

On behalf of the Board
LIAO Qian
Chairman

Hong Kong, 8 August 2018

As at the date of this announcement, the Board comprises Mr. LIAO Qian as Chairman and non-executive Director (Mr. LI Jian as his alternate); Mr. LI Jian, Mr. OUYANG Hongping, Mr. WEN Xianzhen and Mr. ZHAO Yong as executive Directors; and Ms. HSU Wai Man Helen, Mr. XU Yan and Mr. LI Yang as independent non-executive Directors.