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通達集團
TONGDA GROUP

TONGDA GROUP HOLDINGS LIMITED
通達集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 698)

PROFIT WARNING

This announcement is made by Tongda Group 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 (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 (the "**Shareholders**") and potential investors of the Company that, based on the information currently available and the Board's preliminary review and analysis of the unaudited management accounts of the Group (the "**Management Accounts**") for the year ended 31 December 2018 ("**FY 2018**"), which have not been audited or reviewed by the auditor and/or the audit committee of the Group, it was estimated that the profit attributable to the Shareholders for FY 2018 would decrease by 40% to 50% as compared to that of HK$1,006 million for the year ended 31 December 2017.

The Board considers that, the decrease in profit attributable to the Shareholders as compared to expected figures was mainly due to the rapid decline in the shipment volume and unit price of its metal handset casings in the second half of 2018, resulting in the decrease in gross profit of the Group and the need of impairment of inventory.

The Board expects that the prospect of principal activities of the Group remains positive amidst the more diverse customer base and earnings contributed from new products of the Group in 2019.

The Company is currently finalising the consolidated financial results of the Group for FY 2018. The information contained in this announcement is only based on the information currently available to the Company and the preliminary assessment of the Board on the Management Accounts, which have not been audited or reviewed by the auditor and/or the audit committee of the Company. The final audited consolidated results of the Group for FY 2018 is expected to be announced by the end of March 2019, which may be different from the figures and information contained in this announcement.

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

By order of the Board
Tongda Group Holdings Limited
Wang Ya Nan
Chairman

Hong Kong, 15 February 2019

As at the date of this announcement, the Board comprises Mr. Wang Ya Nan, Mr. Wang Ya Hua, Mr. Wong Ah Yeung and Mr. Wang Ming Che as executive Directors; Mr. Wong Ah Yu and Ms. Chan Sze Man as non-executive Directors; and Dr. Yu Sun Say, GBM, GBS, SBS, JP, Mr. Cheung Wah Fung, Christopher, SBS, JP and Mr. Ting Leung Huel Stephen as independent non-executive Directors.