KA SHUI INTERNATIONAL HOLDINGS LIMITED
嘉 瑞 國 際 控 股 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 822)

POSITIVE PROFIT ALERT

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions (as defined in the Listing Rules) of Part XIVA of the SFO.

The Board wishes to inform the shareholders of the Company and potential investors that, based on a preliminary review of the unaudited consolidated management accounts of the Group and the information currently available to the Board, the Group is expected to record an increase of approximately 230-260% in the consolidated profit attributable to owners of the Company for the year ended 31 December 2018 when compared with the same period last year.

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

This announcement is made by Ka Shui International Holdings Limited (the **"Company"**) 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) of Part XIVA of the Securities and Future Ordinance (Chapter 571, Laws of Hong Kong) (the "**SFO**").

The board of directors (the "**Board**") of the Company wishes to inform the shareholders of the Company and potential investors that, based on a preliminary review of the unaudited consolidated management accounts of the Company and its subsidiaries (collectively the "**Group**") and the information currently available to the Board, the Group is expected to record an increase of approximately 230-260% in the consolidated profit attributable to owners of the Company for the year ended 31 December 2018 when compared with the same period last year.

Such expected increase was mainly attributable to the following factors:

(i) decrease in the Group's operating cost due to improvement in process and enhancement in automation;

(ii) reduction in overall operating cost due to integration of the Group's resources; and

(iii) increase in operational efficiency due to optimization of information systems, which increased the Group's profitability.

This positive profit alert announcement is made after the Board's preliminary assessment of the Group's unaudited consolidated management accounts for the year ended 31 December 2018, which is subject to final detailed review or adjustment by the Company's auditors and the Company's audit committee. The audited financial results of the Group for the year ended 31 December 2018 is expected to be published in late March 2019.

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

By Order of the Board
Ka Shui International Holdings Limited
Lee Yuen Fat
Chairman

Hong Kong, 13 March 2019

As at the date of this announcement, the Board comprises two executive directors, namely Mr. Lee Yuen Fat and Mr. Wong Wing Chuen, and four independent non-executive directors, namely Mr. Sun Kai Lit Cliff BBS, JP, Ir Dr. Lo Wai Kwok SBS, MH, JP, Mr. Andrew Look and Mr. Kong Kai Chuen, Frankie.