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HUAXI HOLDINGS COMPANY LIMITED
華禧控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 01689)

POSITIVE PROFIT ALERT

This announcement is made by Huaxi Holdings Company Limited (the "**Company**", and together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) ("**SFO**").

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 the latest assessment by the Board with reference to the preliminary unaudited consolidated management accounts of the Group currently available, it is expected that the financial results of the Group for the year ended 31 March 2019 (the "**Financial Year**") may record an increase of more than 60% in the profit attributable to the owners of the Company as compared to that of the corresponding period in 2018. Such increase was mainly attributable to (i) an increase in revenue and gross profit from cigarette packaging business and environmental treatment business; and (ii) an increase in financial income during the Financial Year.

The Board wishes to further inform the Shareholders and potential investors that because of the fluctuations in the exchange rate of Renminbi (function currency of the Group) to Hong Kong dollars (presentation currency of the Group) in the Financial Year, the Group may record a decrease in total comprehensive income as a result of the decrease in currency translation difference (item that will not be reclassified to profit or loss in the future).

The Board wishes to remind Shareholders and potential investors that the information contained in this announcement is only based on the Company's preliminary assessment of the consolidated management accounts of the Group, which have not been reviewed or audited by the Company's auditors. The Company is still in the process of finalizing the Group's audited results for the year ended 31 March 2019 which will be published in June 2019.

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

By order of the Board
Huaxi Holdings Company Limited
Zheng Andy Yi Sheng
Chairman

Hong Kong, 10 June 2019

As at the date of this announcement, the Board comprises Mr. Zheng Andy Yi Sheng and Mr. Zheng Minsheng as executive Directors; Mr. Hao Jiming as non-executive Director and Mr. Lau Kwok Hung, Mr. Fok Po Tin and Mr. Ma Wenming as independent non-executive Directors.