VIXTEL TECHNOLOGIES HOLDINGS LIMITED

飛思達科技控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1782)

PROFIT WARNING ANNOUNCEMENT

This announcement is made by Vixtel Technologies Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to the Rule 13.09(2)(a) 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 (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary assessment of the Group's latest unaudited consolidated management accounts for the six months ended 30 June 2019 (the "**Period**") and information currently available, the Group is expected to record a decline of approximately 40% in the unaudited net profit for the Period as compared with the unaudited net profit for the six months ended 30 June 2018.

The decrease in the unaudited net profit for the Period is attributable to the delay or suspension of new orders from our customers, who are telecommunication operators and large enterprises in China. The Board believes that the Group's customers have delayed placing orders for the Application Performance Management products and services from the Group due to the uncertainty of future economic development and to invest in major infrastructure of 5G networks for which licenses were issued earlier than the expectation of the telecommunication market participants in China during the Period. The Board believes that such effect is temporary and reflects a normal change in the purchase cycles of the customers in face of the new market development and will not have major impact on the long term performance of the Group.

The Company is still in the process of finalizing its financial results for the Period. The information contained in this announcement is only based on the preliminary assessment by the Company's management according to the Group's latest unaudited consolidated management accounts for the Period and information currently available. The above information may be subject to further adjustment based on updated information and further review by the audit committee of the Board.

Shareholders and potential investors are advised to read carefully the interim results announcement of the Company for the Period which is expected to be published on or about 23 August 2019.

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

By order of the Board
Vixtel Technologies Holdings Limited
Yue Yong
Chairman

Hong Kong, 30 July 2019

As at the date of this announcement, the executive Directors are Mr. Yue Yong, Mr. Sie Tak Kwan and Mr. Guan Haiqing; the non-executive Director is Mr. Liang Judong; and the independent non-executive Directors are Mr. Cheung Hon Fai, Professor Lam Kin Man and Mr. Shen Qi.