China Minsheng Financial Holding Corporation Limited
中國民生金融控股有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 245)

PROFIT WARNING

This announcement is made by China Minsheng Financial Holding Corporation Limited (the "**Company**", 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 (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 shareholders of the Company (the "**Shareholders**") and potential investors that, based on the 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 consolidated loss attributable to the owners of the Company of not less than HK$400 million for the year ended 31 December 2019 (subject to potential adjustments and finalisation) as compared to a net profit of approximately HK$143 million for the year ended 31 December 2018. Shareholders and potential investors of the Company should note that the loss is expected to be higher than those reported for the six months ended 30 June 2019 as disclosed in the Company's 2019 interim report.

The Directors believe that the increase in loss was mainly attributable to (i) unrealised loss arising from the decrease in the fair value of the Group's financial assets through profit or loss for the year ended 31 December 2019; (ii) additional provision for impairment of financial assets; and (iii) increase in share of loss of associates.

The Company is still in the process of finalising the consolidated annual financial results of the Group for the year ended 31 December 2019. The information contained in this announcement is only based on preliminary review of the unaudited management accounts of the Group and such management accounts have not been confirmed, reviewed or audited by the Company's auditors and may be subject to adjustments and finalisation. Details of the Group's financial information will be disclosed in the forthcoming final results announcement which is expected to be published by the end of March 2020.

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

By order of the Board
China Minsheng Financial Holding Corporation Limited
Tomohiko Watanabe
Chairman

Hong Kong, 17 January 2020

As at the date of this announcement, the Board comprises (1) Mr. Tomohiko Watanabe, Mr. Ni Xinguang and Ms. Li Wei as executive Directors; (2) Mr. Wang Dongzhi as non-executive Director; and (3) Mr. Wang Yongli, Ms. Zhou Hui and Mr. Dong Hao as independent non-executive Directors.