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 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 Group's unaudited consolidated management accounts, the Group is expected to record a decrease of approximately 90% in its net profit for the year ended 31 December 2020 (the "**Year**") as compared with its net profit for the year ended 31 December 2019. Such expected decrease is mainly attributable to the adverse impact of the outbreak of COVID-19, leading to (i) a decrease in the new orders placed with the Group as certain customers reduced their budgets and delayed their procurement plans; (ii) a decrease in the Group's revenue as the reasons of the delay in work resumption and hence defer certain project acceptance plans of the major customers; (iii) a decrease in government subsidies granted due to a decline in the Group's invoicing amount during the Year as a result of a general delay in settlement of fees by the customers. The Board believes that such effect is temporary and will not have major impact on the long-term performance of the Group.

As the Company is still in the process of finalising the consolidated results of the Group for the Year, the information contained in this announcement is based only on the preliminary assessment by the Board according to the Group's unaudited consolidated management accounts, which have not been reviewed or audited by the independent auditor and the audit committee of the Company. Shareholders and potential investors are advised to read the Group's annual results announcement for the Year, which is expected to be published on or around 26 March 2021.

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
Guan Haiqing
Chairman

Hong Kong, 10 February 2021

As at the date of this announcement, the executive Directors are Mr. Guan Haiqing, Mr. Sie Tak Kwan and Mr. Yue Yong; 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.