



# **BEP INTERNATIONAL HOLDINGS LIMITED**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 2326)**

## **PROFIT WARNING**

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

The Board wishes to inform the shareholders of the Company and the investors that it is expected that the Group may record loss for the year ended 31 March, 2008.

This announcement is made by BEP 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”).

After preliminary review by the Company’s management based on the management accounts of the Group, the board of directors (the “Board”) of the Company wishes to inform the shareholders of the Company and the investors that it is expected that the Group may record loss for the year ended 31 March, 2008. Based on the information currently available, such loss of the Group is mainly due to claims for the underpayment of overtime compensation to the PRC factory employees for the period from 1 September, 2005 to 30 June, 2007, rise in raw material costs, the increase in minimum wages rate in the Guangdong Province and the significant appreciation of Renminbi.

As the Company is still in the process of finalising the results for the year ended 31 March, 2008, the information contained in this announcement is only based on the preliminary assessment by the Company’s management according to the management accounts of the Group and is not based on any figures nor information that has been audited or reviewed by the Company’s auditors.

**Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.**

By order of the Board  
**BEP International Holdings Limited**  
**Zhang Xi**  
*Chairman*

Hong Kong, 28 July, 2008

*At the date hereof, the Board comprises four executive Directors, namely Mr. Zhang Xi, Mr. Cai Duanhong, Mr. Chen Yang, Ms. Zhang Yu and three independent non-executive Directors, namely Mr. Hong Po Kui, Martin, Mr. Yam Tak Fai, Ronald and Mr. Wong Man Hin, Raymond.*