



CHINA ELECTRONICS CORPORATION HOLDINGS COMPANY LIMITED

中國電子集團控股有限公司*

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)

(Stock Code: 00085)

PROFIT WARNING

This announcement is made by China Electronics Corporation Holdings Company Limited (the "Company " together with its subsidiaries, the "Group") pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Board of Directors (the "Board") of the Company wishes to inform the shareholders of the Company and potential investors that the financial results of the Group for the year ending 31 December 2008 is expected to record a loss as compared to a profit for the year ended 31 December 2007. Based on the information currently available, the Board considers that such expected loss is mainly attributable to (i) decline in revenue and (ii) exchange rate fluctuations.

This profit warning announcement is only based on the preliminary assessment by the management of the Company on the unaudited management accounts of the Group, which have not been reviewed or audited by the Company's auditors. The Group did not enter into any leveraged foreign exchange contract.

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

By Order of the Board
China Electronics Corporation Holdings Company Limited
Fan Qingwu
Managing Director

Hong Kong, 19 December 2008

As at the date of this announcement, the Board comprises two non-executive directors, namely Messrs. Xiong Qunli (Chairman) and Tong Baoan (Vice-Chairman), two executive directors, namely Messrs. Fan Qingwu (Managing Director) and Hua Longxing, and three independent non-executive directors, namely Messrs. Chan Kay Cheung, Wong Po Yan and Yin Yongli.

** For identification purpose only*