

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents this announcement.



CHUN WO DEVELOPMENT HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 711)

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 potential investors that the consolidated financial results of the Group for the year ended 31 March 2009 may incur a loss as compared to a profit for the year ended 31 March 2008.

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

This announcement is made by Chun Wo Development Holdings Limited (the “Company”, and together with its subsidiaries, the “Group”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The board of directors of the Company (the “Board”) wishes to inform the shareholders of the Company and potential investors that the consolidated financial results of the Group for the year ended 31 March 2009 may incur a loss as compared to a profit for the year ended 31 March 2008. The loss was, among other things, mainly due to reduced turnover, increased cost of materials and high overhead cost under an environment of increasingly keen market competition and global financial downturn.

The Group is still in the process of finalizing the Group’s results for the year ended 31 March 2009. The information contained in this announcement is only based on the Company’s preliminary review of the consolidated management accounts of the Group, which have not been audited by the Company’s auditors. The audited results of the Group for the year ended 31 March 2009 will be announced as soon as practicable and the related 2008/9 annual report will be published thereafter.

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
Clement Y.C. Kwok
Managing Director

Hong Kong, 9 July 2009

As at the date of this announcement, the executive directors of the Company are Mr. Pang Kam Chun, Madam Li Wai Hang, Christina and Mr. Kwok Yuk Chiu, Clement and the independent non-executive directors of the Company are Mr. Au Son Yiu, Mr. Chan Chiu Ying, Mr. Hui Chiu Chung JP and Mr. Lee Shing See GBS, OBE, JP.