

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 of this announcement.

WALKER GROUP HOLDINGS LIMITED
盈進集團控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1386)

PROFIT ALERT ANNOUNCEMENT

The Board wishes to inform the shareholders and potential investors of the Company that it is expected that the results of the Group for the financial year ending 31 March 2010 will improve significantly as compared to the financial year ended 31 March 2009 and, subject to the performance of the Group in March 2010 and the results of the annual audit, the Group may record a net profit for the financial year ending 31 March 2010.

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

This announcement is made by Walker Group Holdings Limited (“**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 of the Company (“**Board**”) wishes to inform the shareholders and potential investors of the Company that based on the preliminary assessment by the Board of the unaudited consolidated management accounts of the Group for the eleven months ended 28 February 2010, the results of the Group for the financial year ending 31 March 2010 are expected to improve significantly as compared to the financial year ended 31 March 2009 and, subject to the Group’s performance in March 2010 and the results of the annual audit, the Group may record a net profit for the financial year ending 31 March 2010 (a loss attributable to equity holders of the Company of approximately HK\$89.4 million was recorded for the financial year ended 31 March 2009).

The Board considers that the expected improvement of the Group’s results in the financial year ending 31 March 2010 is attributable to, among others: (1) improved consumers’ spending; (2) reduction of obsolete inventories provision; (3) curtailment of royalty payments since acquisition of Acupuncture in October 2008; (4) effective operating costs control; and (5) expected absence of fair value loss on financial investments of the Group (as compared to the financial year ended 31 March 2009) by reference to the monthly statements of the Group’s financial investments as at 28 February 2010.

* *For identification purpose only*

Information contained in this announcement is only based on preliminary estimate and assessment of the management accounts and fair value of financial investments of the Group made by the management of the Company based on information currently available to the Company and is not based on any figures or information which have been audited or reviewed by the Company's auditors.

Shareholders and potential investors of the Company are advised to read carefully the audited consolidated results announcement of the Group for the financial year ending 31 March 2010 which is expected to be published before the end of July 2010.

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

By Order of the Board of
Walker Group Holdings Limited
CHAN Mei Sheung
Chairman

Hong Kong, 29 March 2010

As at the date of this announcement, the Board comprises three executive directors, namely Ms. CHAN Mei Sheung, Mr. KIU Wai Ming and Mr. CHU Yin Man, and three independent non-executive directors, namely Mr. SZE Tsai Ping, Michael, Dr. FAN Yiu Kwan, JP and Mr. TSANG Link Carl, Brian.