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## **CIL Holdings Limited**

**華建控股有限公司\***

*(Incorporated in Bermuda with limited liability)*

(Stock code: 00479)

### **PROFIT WARNING**

This announcement is made by the Company pursuant to Rule 13.09(1) of the Listing Rules.

The Board wishes to inform the shareholders of the Company and potential investors that the Group's audited consolidated loss for the year ended 30 June 2014 will likely increase significantly comparing to that of the last financial year.

The major factors attributable to such increase in loss include (i) the drop in gross profit margin; (ii) the increase in administration and staff expenses (iii) the diminution in the fair value of investment in MNC Strategic Investments Plc ("MNC") (formerly known as LZYE Group Plc), a public limited company incorporated and registered in England and Wales which shares are quoted on the Alternative Investment Market (the "AIM") operated by the London Stock Exchange Plc.

**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 CIL Holdings Limited (the "Company" and together with its subsidiaries, the "Group") pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

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Despite that the revenue of the Group generated in the ordinary course of business had increased during the year ended 30 June 2014, the overall gross profit margin was squeezed due to keen market competition, thus producing a thin figure of gross profit which was not adequate to cover hefty administrative and staff expenses incurred during the year.

In June 2013, the Group entered into a sales and purchase agreement with an independent third party to acquire approximately 10.13% of the issued share capital of MNC at a consideration of approximately HK\$17.6 million. The transaction was completed in July 2013 and the consideration was satisfied by the allotment and issue of new ordinary shares of the Company. Subsequent to our acquisition, MNC had undergone major restructuring both in its financial and business operations and its share price quoted on the AIM had also dropped sharply. To reflect the current value of our investment in MNC, the Board decided to make substantial provision on the diminution in the fair value of investment in MNC in the Group’s accounts during the year ended 30 June 2014.

The Company is still in the process of finalising the audited consolidated results of the Group for the year ended 30 June 2014 which is expected to be released on or before 30 September 2014.

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By order of the Board  
**CIL HOLDINGS LIMITED**  
**Ke Jun Xiang**  
Chairman

Hong Kong, 19 September 2014

*As at the date of this announcement, the executive directors of the Company are Mr. Ke Jun Xiang (Chairman and Chief Executive Officer), Mr. Wilson Wong (Deputy Chairman), Ms. Lo Yuen Chung and Mr. Fu Daoding; the non-executive directors of the Company are Mr. Chow Yeung Tuen, Richard and Mr. Li Chung Kai Philip and the independent non-executive directors of the Company are Mr. Kwok Yam Sheung, Mr. Chan Siu Kay and Mr. Choi Chin Yu.*

\* For identification purpose only