

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.



SMIT HOLDINGS LIMITED

國微技術控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2239)

PROFIT WARNING

This announcement is made by SMIT Holdings Limited (the “**Company**”, 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**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company and potential investors that, according to the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2018, the Group expects to record a slight loss of not more than US\$1,000,000 as compared to a profit that was recorded for the six months ended 30 June 2017. The loss is mainly attributable to the decrease in revenue from sales of our two product types, namely CAM and mPOS. Our revenue from sales of CAM products in the six months ended 30 June 2018 decreased by approximately 35% to 45% as compared to that of the corresponding period in 2017 primarily due to decrease in demand from certain major customers. Our revenue from sales of mPOS products in the six months ended 30 June 2018 decreased by approximately 10% to 15% as compared to that of the corresponding period in 2017 mainly due to intensifying industry competition.

As the Company is still in the process of finalising the interim results of the Group for the six months ended 30 June 2018, the information contained in this announcement is only based on the Board’s preliminary review of the information of the Group currently available to the Board, which includes, inter alia, the unaudited consolidated management accounts for the six months ended 30 June 2018, and such information has neither been reviewed by the Company’s auditor nor the audit committee of the Company and may be subject to changes.

Shareholders and potential investors should read carefully the announcement on interim results of the Group for the six months ended 30 June 2018, which will be published in due course pursuant to the requirements of the Listing Rules.

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

By order of the Board
SMIT Holdings Limited
Huang Xueliang
Chairman

Hong Kong, 19 July 2018

As at the date of this announcement, the executive Directors are Mr. Huang Xueliang (chairman and chief executive officer), Mr. Shuai Hongyu and Mr. Loong, Manfred Man-tsun; the non-executive Directors are Mr. Zeng Zhijie, Mr. Kwan, Allan Chung-yuen and Mr. Gao Songtao; and the independent non-executive Directors are Mr. Zhang Junjie, Mr. Woo Kar Tung, Raymond and Mr. Jin Yufeng.