



DAISHO MICROLINE HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 0567)

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 and potential investors that the Group may record a net loss for the year ended 31 March 2009 in contrast with the net profit of about HK\$68 million for the year ended 31 March 2008.

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

This announcement is made by Daisho Microline 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**”).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that the Group may record a net loss for the year ended 31 March 2009 (the “**Current Year**”) in contrast with the net profit of about HK\$68 million for the year ended 31 March 2008 mainly as a result of the following factors influencing the Group during the Current Year.

- (i) The reduction in the sales orders for printed circuit boards due to the economic downturn as caused by the global financial tsunami since October 2008;
- (ii) The fair value loss of listed equity investments and equity contracts due to the slump in the share prices of the Hong Kong stock market since October 2008; and
- (iii) The increase in the raw material costs due to the jump in the prices of non-ferrous metals such as copper and gold etc. and the increase in the production costs due to the appreciation of Renminbi currency during the first half of the Current Year.

The Board considers that the financial position of the Group remains sound and the Group is capable of financing its operations by its own internal resources and available banking facilities.

As the Company is still in the process of finalizing the results of the Group for the Current Year, the information contained in this announcement is a preliminary estimate given by the management of the Company and is not based on any figures nor information that has been audited or reviewed by the Company’s auditors.

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

By Order of the Board
Chan Sik Ming Harry
Chairman

Hong Kong, 19 June 2009

As at the date of this announcement, the Board consists of five executive directors, namely, CHAN Sik Ming, Harry, Motofumi TSUMURA, Hiroto SASAKI, Hiroyuki KIKUCHI and AU-YEUNG Wai Hung, and three independent non-executive directors, namely, Kohu KASHIWAGI, CHAN Yuk Tong and LI Chi Kwong.