



HUA LIEN INTERNATIONAL (HOLDING) COMPANY LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 969)

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 it is expected that the results of the Group for the year ended 31 December 2007 will record a substantial loss.

As the Company is still in the process of finalizing the results for the year ended 31 December 2007, the information contained in this announcement is only a preliminary estimate performed by the management of the Company and is not based on any figures or information audited or reviewed by the Company's auditors.

Potential investors and shareholders of the Company should exercise caution when dealing in shares of the Company.

This announcement is made by Hua Lien International (Holding) Company Limited (the “**Company**”, together with its subsidiaries shall be referred to as the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (“**Listing Rules**”).

Reference is made to the interim report dated 25 September 2007 of the Company for the six months ended 30 June 2007, in which it was mentioned that the unaudited consolidated loss for the six months ended 30 June 2007 of the Group was approximately HK\$20,203,000. As the negative factors remain unchanged, the board of directors (the “**Board**”) wishes to inform the shareholders and potential investors that it is expected that the results of the Group for the financial year ended 31 December 2007 will further record a substantial loss. The negative factors mainly include a shift in demand to the lower price products, an increase in raw material prices such as raw hides and a possible significant increase in provision for the trade receivables and other receivables due to the sign of slow recovery.

As the Company is still in the process of finalizing the results for the year ended 31 December 2007, the information contained in this announcement is only a preliminary estimate performed by the management of the Company and is not based on any figures or information audited or reviewed by the Company's auditors.

Potential investors and shareholders of the Company should exercise caution when dealing in the shares of the Company.

By order of the Board
Hua Lien International (Holding) Company Limited
Shih Chian Fang
Chairman

Hong Kong, 3 January 2008

As at the date of this announcement, the Board comprises Mr. Shih Chian Fang, Mr. Liaw Yuan Chian, Ms. Zhou Yan Xia and Mr. Kuang Yong as executive directors, Dr. Zheng Liu, Mr. Yu Chi Jui and Ms. Li Xiao Wei as independent non-executive directors.