

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.



SINO-TECH INTERNATIONAL HOLDINGS LIMITED

泰豐國際集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 724)

PROFIT ALERT

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the SFO.

The Board wishes to inform the shareholders of the Company and potential investors that the Group is expected to record a profit for the Reporting Period as compared with a loss for the Corresponding Period.

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

This announcement is made by Sino-Tech International 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company and potential investors that the Group is expected to record a profit of around HK\$8.5 million for the six months ended 30 June 2015 (the “**Reporting Period**”), as compared with the loss of approximately HK\$16.0 million for the six months ended 30 June 2014 (the “**Corresponding Period**”). The turnaround from loss to profit was mainly due to the gain on modification of terms of convertible notes, which more than offset the operating loss and the imputed interest expenses on convertible notes. The gain on modification of terms of convertible notes and the imputed interest expenses on convertible notes arose as a result of accounting treatment under the provisions of the applicable accounting standards and were of non-cash nature.

* For identification purpose only

On 9 January 2015, the ordinary resolution of the special general meeting was duly passed and the extension of the maturity date and the adjustment of the conversion price of the outstanding convertible notes became effective. Immediately following the modification of terms of convertible notes, as disclosed in the 2014 annual report of the Company, the estimated financial effect of the modification was a recognition of gain of approximately HK\$27.8 million credited to profit or loss and a transfer of approximately HK\$35.3 million from the convertible notes reserve to accumulated losses during the Reporting Period. As at 30 June 2015, the principal amount of convertible notes remained outstanding was HK\$260.4 million and the maturity date is 31 December 2016.

As the Company is still in the process of finalising the interim results of the Group for the Reporting Period, the information contained in this announcement is only based on a preliminary assessment by the Board with reference to the management accounts of the Group and on the information available for the time being, but not on any data or information audited or reviewed by the auditor of the Company. Financial information and other details of the Group will be disclosed in the interim results announcement of the Group for the Reporting Period.

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

By order of the Board
Sino-Tech International Holdings Limited
Huang Hanshui
Executive Director

Hong Kong, 20 July 2015

As at the date of this announcement, the Board comprises Mr. Lam Yat Keung (President), Mr. Huang Hanshui and Mr. Wang Zhaofeng as executive directors; and Mr. Ho Chi Fai, Ms. Liu Yanfang and Professor Ma Hongwei as independent non-executive directors.