

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 WARNING

This announcement is made by the Company pursuant to Rule 13.09(2) of the Listing Rules.

The Board wishes to inform shareholders of the Company and potential investors that the Group is expected to record a loss for the year ended 31 December 2012.

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 the Company pursuant to Rule 13.09(2) of the Listing Rules.

Reference is made to the Company's announcements dated 12 December 2012 and 27 December 2012 (the "**Announcements**") and circular dated 22 October 2012 (the "**Circular**"). Capitalised terms in this announcement shall have the same meanings as those defined in the Announcements and the Circular unless otherwise specified.

The Board wishes to inform the Shareholders and potential investors that the Group is expected to record a loss for the year ended 31 December 2012 (the "**Reporting Period**"), mainly due to, among other reasons, the impairment of other intangible assets and goodwill, the potential impact from the winding-up of CLI, the imputed interest on convertible notes, and the operating losses.

* *For identification purpose only*

The Board considered that the entire amount of other intangible assets and goodwill attributable to the CLBJ Group (CLBJ together with its subsidiary) would be irrecoverable given the adverse situations faced by the Zhanjiang Projects and the CLBJ Group. As a result of the Winding-Up, the Retained Group may need to make provisions for the receivables due by entities within the CLI Group. Further, the Company, as a corporate guarantor for other borrowing of HK\$8 million made by an independent third party to CLI, would be obliged to repay the relevant debts and associated interest costs, only to subsequently seek recovery from the assets of CLI. In the absence of sufficient updated financial information of the CLI Group, however, the Board is currently unable to assess the financial effects of the deconsolidation of the CLI Group.

Prior to its cessation, the logistics services segment was making a loss. On the operating level of other segments of the Group, the electronic products segment is expected to make a loss for the Reporting Period mainly due to severe competition as well as fall in demand in both the PRC and European markets. The performance of this segment, however, has improved in the 2nd half of 2012 as compared with the 1st half of 2012 due to tightened cost control and the focus on products with higher margins. The property investment segment is expected to report a loss for the Reporting Period, mainly due to decrease in the fair value of the investment property and costs associated with the Disposal.

As the Company is still in the process of finalising the annual 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 the information available for the time being, which are unaudited. Financial information and other details will be disclosed in the annual 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.

At the request of the Company, trading in the shares of the Company was suspended with effect from 9:00 a.m. on 14 March 2012, and it will remain suspended pending the release of further announcement(s) by the Company.

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

Hong Kong, 25 January 2013

As at the date of this announcement, the Board comprises Mr. Lam Yat Keung (President), Mr. Lim Chuan Yang, Mr. Huang Hanshui and Mr. Lam Hung Kit as executive directors; and Mr. Ho Chi Fai, Ms. Liu Yanfang, Professor Ma Hongwei, Mr. Chau Pong Chi and Ms. Ching Betty Siu Kuen as independent non-executive directors.