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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 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 make an increased loss for the six months ended 30 June 2014.

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 report an estimated increase of approximately 140% in the loss for the six months ended 30 June 2014 (the “**Reporting Period**”), as compared with the loss of approximately HK\$6.6 million for the six months ended 30 June 2013 (the “**Corresponding Period**”). The increase in loss was mainly due to, among others reasons, (i) the decrease in the profit from the electronic products segment, (ii) gain on disposal of 50% equity interest in a subsidiary in the Corresponding Period but not in the Reporting Period, and (iii) the compensation for the loss of office by a former director and Chief Executive Officer of the Company. The Group’s loss for the Reporting Period, however, was partly offset by the first interim dividend received from CITIC Logistics (International) Company Limited (“**CLI**”). As at the date of this announcement, the winding-up of CLI is still in process.

* For identification purpose only

The electronic products segment is expected to report a decrease in the profit for the Reporting Period as compared with the profit for the Corresponding Period. The decrease was mainly due to a fall in turnover, especially from the People's Republic of China and other Asia Pacific markets, resulting in a decrease in the overall gross profit to cover the fixed production cost. During the Corresponding Period, a gain was recorded upon the disposal of 50% equity interest in a subsidiary of the Company to an independent third party. However, no similar gain was recorded for the Reporting Period.

As at 30 June 2014, the principal amount of convertible notes remained outstanding was HK\$302.4 million and the maturity date is 15 November 2014. As reported in the 2013 annual report of the Company, the convertible notes holder has indicated that he would not request the Company to redeem the convertible notes prior to 31 December 2014 causing the Company insolvent. As at the date of this announcement, the Company and its financial advisor are still negotiating with the convertible notes holder, though no agreement has been reached yet. At the same time, the Company is also considering fund raising possibilities.

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, 18 July 2014

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.