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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 year ended 31 December 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 75% in the loss for the year ended 31 December 2014 (the “**Reporting Period**”), as compared with the loss of approximately HK\$24.7 million for the year ended 31 December 2013 (the “**Corresponding Period**”). The increase in loss was mainly due to, among others, (i) the loss for the Reporting Period as compared with the profit for the Corresponding Period 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; (iii) the impairment loss on interests in joint ventures; and (iv) the compensation for the loss

* For identification purpose only

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.

The electronic products segment is expected to report a loss for the Reporting Period as compared with the profit for the Corresponding Period. The loss 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 31 December 2014, the principal amount of convertible notes remained outstanding was HK\$302.4 million. The Company and the convertible notes holder entered into the deed of variation dated 14 November 2014, pursuant to which it is agreed that, subject to the fulfilment of conditions precedent, (i) the maturity date of the outstanding convertible notes in the principal amount of HK\$302.4 million will be extended from 15 November 2014 to 31 December 2016; and (ii) the original conversion price of HK\$0.12 per share will be adjusted to the conversion price of HK\$0.035 per share. 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. For details, please refer to the announcements of the Company dated 14 November 2014, 17 November 2014 and 9 January 2015 and the circular of the Company dated 19 December 2014.

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 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 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.

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

Hong Kong, 21 January 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.