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太 睿 國 際 控 股 有 限 公 司

PacRay International Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock code: 1010)

PROFIT WARNING

This announcement is made pursuant to Rule 13.09(2)(a) of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that based on a preliminary assessment of the Management Accounts, it is expected that an increase in consolidated net loss will be recorded for the six months ended 30 June 2019, as compared with the consolidated net loss recorded for the six months ended 30 June 2018.

The information contained in this announcement is only based on the preliminary assessment by the Board on the Management Accounts which have not been reviewed or audited by the Company's auditors.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

This announcement is made by the board (the "**Board**") of directors (the "**Directors**") of PacRay International Holdings Limited (the "**Company**") and its subsidiaries (collectively referred to as the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**").

The Board wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on a preliminary assessment of the unaudited consolidated management accounts (the "**Management Accounts**") of the Group for the six months ended 30 June 2019 (the "**2019 Interim Period**"), it is expected that the Group's consolidated net loss recorded will be approximately HK\$8.7 million for the six months ended 30 June 2019, representing an increase as compared to the consolidated net loss of HK\$5.8 million for the six months ended 30 June 2018. The Board considers that such increase in consolidated net loss for the 2019 Interim Period was primarily attributable to the following three reasons during the interim period for the six months ended 30 June 2019:

1. a decrease in gross profit due to the decreased purchasing quantity of the Group as a result of the tariff issue arising from the Sino-US trade war;

2. an increase in costs as compared to the corresponding period of last year due to the depreciation of RMB and the settlement of the raw materials of the Company in US dollars; and
3. an increase in management costs and a decrease in net profit as a result of the increase in the office rental, property fees, employee salaries and contributions to social security.

As at the date of this announcement, the Company is still in the process of finalizing the Group's results for the 2019 Interim Period (the "**2019 Interim Results**"). The information contained in this announcement is only based on the preliminary assessment by the Board according to the Management Accounts which have not been reviewed or audited by the Company's auditors.

Shareholders and potential investors of the Company are advised to read carefully the 2019 Interim Results announcement of the Company to be published on or around 21 August 2019 and the 2019 interim report of the Company to be published subsequently.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
PacRay International Holdings Limited
Yang Lin
Chairman and Executive Director

Hong Kong, 6 August 2019

As at the date of this announcement, the Board of the Company comprises nine Directors. The executive Directors are Mr. Yang Lin, Mr. Xu Yinsheng, Mr. Liu Shixia, Mr. Leung Pok Man and Ms. Lau Mei Ying; the non-executive Director is Mr. Zhou Danqing; and the independent non-executive Directors are Mr. Lee Man To, Ms. Choi Yee Man and Dr. Zhang Shengdong.