

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.



Vietnam Manufacturing and Export Processing (Holdings) Limited

越南製造加工出口(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 422)

PROFIT WARNING

This announcement is made by Vietnam Manufacturing and Export Processing (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 board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the preliminary review of the unaudited management accounts of the Group for the six months period ended 30 June 2019 (the “**Period**”) and information currently available to the Board, the Group is expected to record a loss of approximately US\$8.4 million for the Period as compared to the loss of approximately US\$5.6 million for the corresponding period in 2018. Such expected increase in losses is mainly attributable to the following reasons:

1. The business environment faces significant stiff competition, causing the sale volume of the Group’s major markets in Vietnam and ASEAN to drop by varying degrees. At the same time, as affected by the market competition, the cost increased could not be fully reflected in the selling prices. Hence, cost climbing higher than the increase in product prices led to the continued pressure on the Group’s results generally.
2. Due to the significant decline of the Group’s business in recent years, there is an impairment of the certain property, plant and equipment, prepayments for other property, plant and equipment and right-of-use assets. The impairment is a non-cash item and does not have an immediate impact on the Group’s cash flows and operations.

As the Company is still in the process of finalizing the interim results of the Group for the six months ended 30 June 2019, the information contained in this announcement is only based on the preliminary assessment by the management of the Company with reference to the unaudited management accounts of the Group and the information currently available and is not based on any financial figures or information which have been audited, verified or reviewed by the Company's auditors or audit committee. Further details of the Group's financial information and performance will be disclosed in the Group's interim results for the six months ended 30 June 2019 announced by the Company before the end of August 2019.

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

By order of the Board of
**Vietnam Manufacturing and Export
Processing (Holdings) Limited**
Liu Wu Hsiung
Chairman

Hong Kong, 5 August 2019

As at the date of this announcement, the board of directors of the Company comprised four executive directors, namely Mr. Liu Wu Hsiung, Mr. Lin Chih Ming, Mr. Lin Chun Yu and Mr. Chiang Chin Yung, two non-executive directors, namely Mr. Chiu Ying Feng and Ms. Wu Li Chu and three independent non-executive directors, namely Ms. Lin Ching Ching, Mr. Shen Hwa Rong and Ms. Wu Kwei Mei.