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HUISHENG INTERNATIONAL HOLDINGS LIMITED

惠生國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1340)

PROFIT WARNING

This announcement is made by Huisheng International Holdings Limited (the “**Company**”, together with its subsidiaries, 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 (as defined in the Listing Rules) of Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company and potential investors that based on information that is currently available, the Group is expected to record a substantial decrease in profit for the six months ended 30 June 2017 as compared to that of the six months ended 30 June 2016 which is mainly resulted from the decrease in revenue and average gross profit margin. The reason for such decrease is due to the decrease in the slaughtering volume as a result of keen competition from imported pork products and also the changing dietary habit, and also the lower unit price as compared with the same period of last year as a result of supplies over demands. Given the selling price of pork products is more elastic than the cost of hogs, this resulted that the average selling price of pork products decreased at a faster pace than the average cost of hogs. Also, the smaller slaughtering volume means the lower utilization rate, and hence each products may bear more fixed costs. Besides, the Company recognised an equity-settled share-based payment expenses of approximately RMB7.6 million for the share options granted to an executive director, employees and consultants on 10 April 2017.

The Company is in the process of finalizing the Group's unaudited consolidated financial results for the six months ended 30 June 2017. The information contained in this announcement is only a preliminary assessment by the Board based on the information currently available to it and such information is subject to review by the Company's auditors or audit committee. Shareholders and potential investors of the Company are advised to read the interim results announcement of the Company for the six months ended 30 June 2017 carefully, which is expected to be published on 31 August 2017.

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
Huisheng International Holdings Limited
Chan Chi Ching
Executive Director

Hong Kong, 29 August 2017

As at the date of this announcement, the Board comprises Mr. Ding Biyan, Mr. Chan Chi Ching, Dr. Liu Ta-pei and Ms. Lam Ka Lee as executive Directors; and Mr. Wong Yuk Lun, Alan, Mr. Deng Jinping, Mr. Liao Xiujian and Mr. Wong King Shiu, Daniel as independent non-executive Directors.