



CHINLINK INTERNATIONAL HOLDINGS LIMITED
(Stock code: 0997.HK)

PROFIT WARNING

[8 November 2013 – Hong Kong] **Chinlink International Holdings Limited** (“Chinlink” or the “Company”, stock code: 0997.HK) and its subsidiaries (collectively the “Group”), wishes to inform the shareholders of the Company and potential investors that the Group is expected to record a loss for the six months ended 30 September 2013 (the “Period”).

Pursuant to the business restructure in early 2012, the Group has been actively developing its new financing guarantee and logistics services businesses in Shaanxi Province, the PRC, and laying a solid foundation for future growth. The two new businesses have delivered satisfactory revenue contribution in their early operation, which has partially compensated the decrease in turnover of both the interior decoration work and trading of furniture and fixtures during the Period. Based on the preliminary review of the unaudited management accounts of Group, the loss was mainly attributable to:

- (i) Decrease in turnover and gross profit of both the interior decoration work and the trading of furniture and fixtures;
- (ii) Significant increase in finance costs arising from the issue of bonds with detachable warrants and convertible bonds during the Period calculated under effective interest rates; and
- (iii) Share option expenses recognized under Hong Kong Financial Reporting Standard which was granted during the Period

The Group is currently repositioning itself as an integrated finance and logistics services provider and is in the progress of developing its own large scale logistics park in Hanzhong City, Shaanxi Province. The Group has also entered into strategic agreements with key distribution centers of construction materials for the provision of finance and logistics related advisory services and other value-added logistics services. The board of directors is confident that in the near future the two new businesses will be the Group’s new and sustainable growth drivers and will further enhance the Group’s profitability.

About Chinlink International Holdings Limited

Chinlink International Holdings Limited is currently engaged in the provision of interior decoration work, including interior design and renovation services, and the trading of furniture and fixtures in Hong Kong and Macau. The Group is also expanding into financial and logistics services and the provision of related value-added services.

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This press release is issued by DLK Advisory on behalf of **Chinlink International Holdings Limited**.

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