

*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.*



## **CHINA STRATEGIC HOLDINGS LIMITED**

**中策集團有限公司**

*(Incorporated in Hong Kong with limited liability)*

**(Stock Code: 235)**

### **POSITIVE PROFIT ALERT**

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

Further to the Announcement and after a preliminary review of the unaudited management accounts of the Group for the six months ended 30 June 2015, the Board wishes to inform the Shareholders and potential investors that the Group expects to record a substantial increase in profit for the six months period ended 30 June 2015 as compared to the profit recorded for the six months period ended 30 June 2014. The information contained in this announcement is only based on a preliminary assessment by the Board according to the unaudited management accounts of the Group for the six months ended 30 June 2015 which have not been confirmed nor reviewed by the Company's auditors.

Details of the Group's performance will be disclosed in the Company's interim results announcement for the six months ended 30 June 2015 which is expected to be announced before the end of August 2015.

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

This announcement is made by China Strategic Holdings Limited (the "Company", and together with its subsidiaries, the "Group") pursuant to Rule 13.09(2) 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").

Further to the announcement of the Company dated 18 June 2015 in relation to the possible positive profit alert (the “Announcement”) and after a preliminary review of the unaudited management accounts of the Group for the six months ended 30 June 2015, the Board of Directors of the Company (the “Board”) wishes to inform the shareholders of the Company (the “Shareholders”) and potential investors that the Group expects to record a substantial increase in profit for the six months period ended 30 June 2015 as compared to the profit recorded for the six months period ended 30 June 2014. Such substantial increase in profit is mainly attributable to the net gain on financial assets at fair value through profit or loss of approximately HK\$818.1 million (which comprised of net unrealised gain and net realised gain of approximately HK\$778.6 million and HK\$39.5 million respectively) expected to be recorded for the six months period ended 30 June 2015 as compared with the net gain on financial assets at fair value through profit or loss of approximately HK\$29.9 million (which comprised of net unrealised gain and net realised loss of approximately HK\$33.9 million and HK\$4.0 million respectively) recorded by the Group for the six months period ended 30 June 2014. The Company considers that such gain in its investment in securities business segment is due primarily to the general upturn of stock market in Hong Kong in the few months before the period end. In addition, the performance of the Group’s money lending and trading of metal minerals and electronic components businesses are largely in line with the management’s expectation and have also made contributions to the profitable results of the Group for the six months period ended 30 June 2015.

The information contained in this announcement is only based on a preliminary assessment by the Board according to the unaudited management accounts of the Group for the six months ended 30 June 2015 which have not been confirmed nor reviewed by the Company’s auditors. The Company is in the process of finalising its interim results for the six months ended 30 June 2015. Details of the Group’s performance will be disclosed in the Company’s interim results announcement for the six months ended 30 June 2015 which is expected to be announced before the end of August 2015.

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

By Order of the Board  
**China Strategic Holdings Limited**  
**Or Ching Fai**  
*Chairman*

Hong Kong, 7 July 2015

*As at the date of this announcement, the Board comprises five Executive Directors, namely Dr. Or Ching Fai (Chairman and Chief Executive Officer), Mr. Sue Ka Lok, Ms. Lee Chun Yeung, Catherine, Mr. Hui Richard Rui and Mr. Chow Kam Wah; and three Independent Non-executive Directors, namely Ms. Ma Yin Fan, Mr. Chow Yu Chun, Alexander and Mr. Leung Hoi Ying.*