

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.



HUA XIA HEALTHCARE HOLDINGS LIMITED

華夏醫療集團有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8143)

PROFIT WARNING

This announcement is made pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the Growth Enterprise Market (“GEM”) of The Stock Exchange of Hong Kong Limited and the Inside Information Provisions (as defined in the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board (the “**Board**”) of directors (the “**Directors**”) of Hua Xia Healthcare Holdings Limited (the “**Company**” together with its subsidiaries the “**Group**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that the Group is expected to record a loss of approximately HK\$430 million to HK\$500 million attributable to Shareholders for the three months ended 30 June 2014 as compared to that of a profit attributable to Shareholders for the same period of last year. The loss was mainly attributable to the impairment loss on goodwill of approximately HK\$700 million to HK\$780 million recognized by Wanjia Group Holdings Limited (“**Wanjia Group**”), our non-wholly owned major subsidiary, the shares of which are listed on the Main Board of The Stock Exchange of Hong Kong, due to the foreseeable reduction in sales to the distributor customers of Wanjia Group as a result of the promulgation and implementation of the new Good Supply Practice in Fujian, the People’s Republic of China in April 2014 which imposes stringent regulations on pharmaceutical distributor operation and causes significant decrease in pharmaceutical wholesale business of Wanjia Group.

The information contained in this announcement is only based on the preliminary assessment by the management of the Company with reference to the unaudited consolidated management accounts of the Group for the three months ended 30 June 2014 and is not based on any figure or information which has been audited or reviewed by the Company’s auditors and the audit committee of the Company. The Company is in the process of finalising the first quarter consolidated results of the Group for the three months ended 30 June 2014. Details of the Group’s financial information and performance will be disclosed when the Group’s first quarter consolidated results for the three months ended 30 June 2014 are announced, which is expected to be on 13 August 2014. Shareholders and potential investors are advised to read carefully the quarter results announcement of the Company when it is published.

* *For identification purpose only*

Shareholders and potential investors should exercise caution when dealing in the shares of the Company.

By Order of the board of
Hua Xia Healthcare Holdings Limited
Yung Kwok Leong
Chairman

Hong Kong, 1 August 2014

As at the date of this announcement, the executive Directors are Mr. Yung Kwok Leong, Dr. Jiang Tao, Mr. Zheng Gang, Dr. Huang Jiaqing and Mr. Chen Jin Shan, the non-executive Director is Dr. Wong Yu Man, James, and the independent non-executive Directors are Ms. Wong Ka Wai, Jeanne, Prof. Hu Shanlian and Prof. Lu Chuanzhen.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the GEM website at www.hkgem.com on the “Latest Company Announcements” page for at least 7 days from the date of its posting and on the website of the Company at www.huaxia-healthcare.com.