

*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 ENVIRONMENTAL TECHNOLOGY AND BIOENERGY HOLDINGS LIMITED**

**中科生物控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1237)**

### **PROFIT WARNING**

This announcement is made by China Environmental Technology and Bioenergy Holdings Limited (the “**Company**” and 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the information currently available to the Board, the Group is expected to record a net loss for the year ended 31 December 2016 as compared to the net profit recorded for the same period of last year (the net profit recorded for the financial year ended 2015 was RMB43,820,000). Such expected loss was mainly attributable to the following reasons:

- (1) significant decrease in sales as a result of the sluggish economy in China and the customers were comparatively more conscious in making purchase;
- (2) stiff competition worldwide result in an increase in cost to improve product competitiveness and a drop in selling price of the products led to a significant decrease in the gross profit margin (the gross profit margin for the financial year ended 2015 was 19.1%).

As the Company is still in the process of finalising the consolidated financial results of the Company for the year ended 31 December 2016, 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 Company 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. It is anticipated that the annual results announcement of the Company for the year ended 31 December 2016 will be published by the Company in March 2017.

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

By order of the board of  
**China Environmental Technology and  
Bioenergy Holdings Limited**  
**Xie Qingmei**  
*Chairman*

Hong Kong, 2 February 2017

*As at the date of this announcement, the executive directors of the Company are Ms. Xie Qingmei and Mr. Wu Zheyang, the non-executive director of the Company is Mr. Wu Dongping, and the independent non-executive directors of the Company are Mr. Lam Hin Chi, Prof. Jin Zhongwei and Prof. Su Wenqiang.*