

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.

The logo for SINGAMAS, featuring the word "SINGAMAS" in a bold, red, sans-serif font. The text is centered between two horizontal blue bars of equal length.

勝獅貨櫃企業有限公司
SINGAMAS CONTAINER HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability)

Stock code: 716

PROFIT WARNING

This announcement is made pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the “**Board**”) of directors (the “**Directors**”) of Singamas Container Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to inform shareholders of the Company and potential investors that, based on preliminary assessment of the unaudited consolidated management accounts of the Group and information currently available to the Board, the Group is currently expected to report a loss of at least US\$25,000,000 for the six months ending 30 June 2016, compare to the consolidated net profit of US\$10,079,000 attributable to owners of the Company for the same period last year, or the consolidated net loss of US\$2,723,000 attributable to owners of the Company for the year ended 31 December 2015.

The expected significant loss for the six months ending 30 June 2016 is primarily attributable to the decline in the Group’s turnover and gross profit margin due to the continuing downturn of the macro economy from second half of 2015 into 2016 as well as further compensation made in connection with the Tianjin explosion incident due to commercial considerations.

Sluggish global economic conditions continue to affect the world trade and export from the People’s Republic of China (“**PRC**”). This in turn affected the demand in, and the average selling price of, new dry freight containers. The recent major mergers and acquisitions of a few shipping companies and container leasing operators also created uncertainties to the market. So far as the Group is aware, many of them delay in capital investment, which in return affected demand in new containers. Lower business volumes as well as low average selling price have significantly affected the Group’s overall profitability in the first half of 2016. The market uncertainty is expected to continue in the second half of 2016.

Despite the Group is expected to report a loss as aforesaid, the Board considers that the Group's financial situation as a whole is sound with its gearing ratio maintaining at a reasonable level. The Board believes that the Group is well poised to capture opportunity when the market picks up.

The information contained in this announcement is only based on a preliminary assessment by the management of the Company with reference to the information currently available including the unaudited consolidated management accounts of the Group, which have not been reviewed or audited by the Company's auditors and are subject to possible adjustments arising from further review. The interim results of the Group for the six months ended 30 June 2016 are expected to be announced in August 2016.

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

By order of the Board
Singamas Container Holdings Limited
Teo Siong Seng
Chairman and Chief Executive Officer

Hong Kong, 3 June 2016

The Directors as at the date of this announcement are Mr. Teo Siong Seng, Mr. Chan Kwok Leung, Mr. Teo Tiou Seng and Ms. Chung Pui King, Rebecca as executive Directors, Mr. Kuan Kim Kin and Mr. Tan Chor Kee as non-executive Directors and Mr. Cheng Fu Kwok, David, Mr. Lau Ho Kit, Ivan, Mr. Ong Ka Thai and Mr. Yang, Victor as independent non-executive Directors.