

SINOTEL TECHNOLOGIES LTD.

(Incorporated in Singapore)

(Company Registration Number: 200614275R)

**PROFIT WARNING FOR THE SECOND QUARTER ENDED 30 JUNE 2014 (“2QFY2014”) AND
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2014 (“6MFY2014”)**

The Board of Directors of Sinotel Technologies Ltd. (the “Company” and together with its subsidiaries, the “Group”) wishes to announce that following a preliminary review of the unaudited financial results of the Group for 2QFY2014 and 6MFY2014, the Group is expected to record a net loss for 2QFY2014 and 6MFY2014.

The expected loss was mainly attributable to:

- (i) the decrease in revenue arising from a tighter and more competitive market environment; and
- (ii) potential allowance for doubtful trade receivables.

As the Company is still in the process of finalising the Group’s unaudited financial results for 2QFY2014 and 6MFY2014, the information contained in this announcement is only a preliminary assessment by the management of the Company. Further details of the Group’s financial performance will be disclosed when the unaudited financial results for 2QFY2014 are announced on or before 14 August 2014.

By Order of the Board

Jia Yue Ting
Executive Chairman
31 July 2014