



SMJ INTERNATIONAL HOLDINGS LTD.
(Company Registration Number: 201334844E)

PROFIT GUIDANCE FOR FINANCIAL YEAR ENDED 31 DECEMBER 2016

The board of directors (the “**Board**”) of SMJ International Holdings 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 the financial year ended 31 December 2016 (“**FY2016**”), the Group is expected to report a net loss for FY2016.

This is mainly attributable to:

- i) a decline in revenue due to a slowdown in Singapore's private sector construction activities and global economy;
- ii) impairment loss on investment property and allowance for impairment of trade receivables to mark to market the carrying value of the Group's assets; and
- iii) inventories write-off and inventories write-down in line with the weak global market sentiment.

The Company is still in the process of finalising the financial results of the Group for FY2016. Further details of the Group's financial performance will be disclosed when the unaudited financial results of the Group for FY2016 are announced on or before 1 March 2017.

In the meantime, the Board wishes to advise shareholders of the Company and investors to exercise caution when dealing in the shares of the Company.

By Order of the Board

Rena Ho Pei Yuen
Executive Director and Chief Executive Officer
16 February 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor Hong Leong Finance Limited (the “**Sponsor**”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Tang Yeng Yuen, Vice President, Head of Corporate Finance, Hong Leong Finance Limited, at 16 Raffles Quay, #40-01A Hong Leong Building, Singapore 048581, telephone: +65 6415-9886.