



TONGDA GROUP HOLDINGS LIMITED

通達集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 698)

BUSINESS UPDATE: OPERATING POSITION FOR THE THREE MONTHS ENDED 31 MARCH 2016

This announcement is made by Tongda Group Holdings Limited (the “**Company**”, 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 and the Inside Information Provisions (as defined in the Listing Rules) 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 the Company hereby present the operating performance for the three months ended 31 March 2016 (the “**Period**”) to shareholders and holders of securities of the Company and potential investors.

During the Period, the turnover increased from approximately HK\$1.2 billion to HK\$1.4 billion, representing an approximately 16.7% increment. The increase in the contribution from the handset segment was offset by the decrease in the orders from customers of electrical appliances and set-top boxes. The automotives interior decorative parts business and the precision rubber parts business recorded good progress.

Compared with the corresponding period in 2015, the metal handset casings orders from key customers increased. The major handset models produced include Huawei Maimang (麥芒) 4, OPPO A53 and R9, Xiaomi Redmi 3, Redmi Note 3 and Xiaomi 4c, Qiku Youth Edition and Flagship Edition, Coolpad Fengshang (鋒尚) max and iVVi i3.

Revenue derived from sales to largest five customers during the period ended 31 March 2016 and 2015 amounted to approximately HK\$872 million and HK\$718 million respectively, which represented approximately 62% and 60% of the total revenue respectively.

	Period ended 31 March		Changes
	2016 <i>HK\$ million</i>	2015 <i>HK\$ million</i>	
Handset customers	799	578	38%
Non-handset customers	<u>73</u>	<u>140</u>	<u>(48)%</u>
	<u>872</u>	<u>718</u>	<u>21%</u>

The Board hereby reminds shareholders and potential investors that the above information are based on the unaudited management accounts of the Group which have neither been reviewed or audited by the auditors of the Company. The operational information in the Period may not reflect the overall performance for a complete reporting period.

Shareholders and potential investors of the Company are advised not to place undue reliance on the said information and they are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Tongda Group Holdings Limited
Wang Ya Nan
Chairman

Hong Kong, 27 April 2016

As at the date of this announcement, the Board comprises Mr. Wang Ya Nan, Mr. Wang Ya Hua, Mr. Wong Ah Yu, Mr. Wong Ah Yeung, Mr. Choi Wai Sang and Mr. Wang Ming Che as executive Directors; and Dr. Yu Sun Say, J.P., Mr. Cheung Wah Fung, Christopher, J.P. and Mr. Ting Leung Huel Stephen as independent non-executive Directors.