UNITED FOOD HOLDINGS LIMITED
(Incorporated in Bermuda)
(Company Registration Number: 28925)

PROFIT WARNING FOR THE SECOND QUARTER AND HALF YEAR RESULTS ENDED 30 JUNE 2015

In anticipation of the announcement of the unaudited results for the second quarter ("2QFY2015") and half year ended 30 June 2015 ("1HFY2015), the Board of Directors (the "Board") of United Food Holdings Limited ("the Company" or together with its subsidiaries, the "Group") deems it appropriate to issue a profit warning announcement in respect of the Group's 2QFY2015 and 1HFY2015 results.

Based on current preliminary assessment, the Group expects to register a significant loss before tax of up to approximately RMB550 million for 2QFY2015.

According to the Group's Management in China, the expected significant loss is mainly attributable to a change in the operating environment which was caused by actions taken by the Chinese authorities in China to curb serious industrial pollution. The local government in Linyi (where the Group's business operations are based) had ordered more than 50 companies in the region involved in heavy industries and power generation to stop production due to pollution reasons. The Group was not one of those companies directly affected. However, the anti-pollution actions taken had indirectly affected the Group in terms of higher operating expenses due to higher costs of utilities like electricity. At the same time, the Group's operations continued to be adversely impacted by the weak Chinese economy.

As a result of the above:

1. the Group expects a loss of approximately RMB120 million from its business operations in 2QFY2015.

2. Management had sold off 5 shipments of raw soybeans which had arrived in China but yet to be processed, because processing the 5 shipments would result in even greater losses. The loss arising from this sale of raw soybeans was approximately RMB200 million.

3. in the interim period, Management has decided to stop importing soybeans for processing. There is potential impairment of pre-payments and deposits made to the Group's soybean suppliers, amounting to approximately RMB215 million. Management will endeavour to recover the pre-payments and deposits from the Group's suppliers.

4. the Group's current inventory of soybeans will be depleted by around 4 July 2015. Management has decided to temporarily stop production of soybean products thereafter, pending a review of the business operating environment. Investors should note that soybean processing is the Group's primary business which contributes towards more than 90% of the Group's revenue. The Group will however continue its animal feed production business.

The Singapore Independent Directors of the Company were notified of the above on 29 June 2015 and they intend to appoint the Company's external Auditors, Ernst & Young, Certified Public Accountants, to independently verify and review the above circumstances which led to the losses.

Further details will be disclosed when the Group releases its 2QFY2015 and 1HFY2015 results before 14 August 2015. The Company will make the appropriate announcement if there is any material development.

Shareholders are advised to trade with caution pending more information to be disclosed.

BY ORDER OF THE BOARD

Wang Tingbao
Chief Executive Officer & Executive Director

30 June 2015