



Flooding at Danshui Plant caused by Super Typhoon Mangkhut

The Board of Directors of Valuetronics Holdings Limited (“Valuetronics” or the “Group”) would like to announce that the torrential rain brought by the Super Typhoon Mangkhut (the “Typhoon”) which hit Southern China yesterday has caused flash flooding at one of its manufacturing facilities located in Danshui Town, Huiyang District, Huizhou City, Guangdong Province, Peoples’ Republic of China (“PRC”) (“Danshui Plant”).

All employees are safe from the hazards caused by the Typhoon, and the majority of the production facilities at Danshui Plant are not affected. However, the flash flood has caused power outages and this has resulted in temporary work stoppages at the Danshui Plant. The management is currently trying to assess the full impact of the flooding on its production lines at its Danshui Plant and plans to resume production expeditiously. The Group's insurance company has been notified and will be assessing the claim and damages in due course.

The Group’s main manufacturing facility at Western District of Science and Technology Park, Dayawan Economy and Technology Development District, Huizhou City, Guangdong Province, PRC (“Dayawan Plant”) is not affected by the Typhoon and continues normal operations.

The Board wishes to highlight that whilst the impact assessment of the flooding at the Danshui Plant is being carried out, it envisages that production at Danshui Plant will resume substantially when power and local traffic is back to normal.

By Order of The Board

Mr Tse Chong Hing
Chairman and Managing Director
17 September 2018