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協同通信集團有限公司
Synertone Communication Corporation
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1613)

PROFIT WARNING

This announcement is made by Synertone Communication Corporation (the “**Company**” and together with its subsidiaries, collectively 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 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 wishes to inform the shareholders and potential investors of the Company that, based on the preliminary review of the unaudited management accounts of the Group for the four months ended 31 July 2015, unaudited consolidated turnover for the five months ended 31 August 2015 and the information currently available to the Board, it is expected that the Group will record a substantial loss for the six months ending 30 September 2015 as compared to the profit for the corresponding period of last year.

The Board believes that such expected loss was primarily attributable to (1) the adjustment of State policy and macro-economic fluctuation; and (2) the adjustment to the Synertone 1 satellite system business to accommodate market changes and to meet the changing needs of customers. It is expected that turnover arising from the Group’s overall business (including Synertone 1 satellite system business) will have a significant drop as compared to the corresponding period of last year. Given that Synertone 1 satellite system’s leasing costs was rather fixed, it is expected that the Group’s overall business will record a substantial loss. The Group will ensure its operations and business development through continuous cost reduction and efficiency enhancement and tighter risk control as well as the adjustment to the Group’s businesses in stages.

As the Board anticipates that the remaining period for the six months ending 30 September 2015 will continue to be affected by the above factors, it is expected that the Group will record a substantial loss for the six months ending 30 September 2015 as compared to the profit for the corresponding period of last year. As the period covered by the first half of this financial year has not yet ended, the information contained in this announcement is only based on the preliminary assessment by the Board with reference to the unaudited management accounts of the Group for the four months ended 31 July 2015 and the unaudited consolidated turnover for the five months ended 31 August 2015 which are currently available, and all information and figures have not been audited or reviewed by the auditor of the Company. The actual results of the Group for the six months ending 30 September 2015 may be different from what is disclosed in this announcement. The unaudited interim results of the Group for the six months ending 30 September 2015 are expected to be released on or before 30 November 2015.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By order of the Board
Synertone Communication Corporation
Wong Chit On
Chairman and Executive Director

Hong Kong, 2 September 2015

As at the date of this announcement, the executive Directors are Mr. Wong Chit On and Mr. Han Weining; and the independent non-executive Directors are Mr. Lam Ying Hung Andy, Mr. Hu Yunlin and Mr. Wang Chen.