VERTICAL INTERNATIONAL HOLDINGS LIMITED
弘浩國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8375)

PROFIT WARNING

This announcement is made by Vertical International Holdings Limited (the "**Company**", together with its subsidiaries, collectively the "**Group**") pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "**GEM Listing Rules**") 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 (the "**Shareholders**") and potential investors of the Company that, based on the information currently available to the Board and the preliminary review of the unaudited consolidated financial results of the Group for the three months ended 31 March 2019 (the "**First Quarter 2019**"), the Group is expected to record a loss for the three months ended 31 March 2019.

The Board considers the expected loss for the First Quarter 2019 is mainly attributable to (1) decrease in gross profit margin; (2) weakening demand in the consumer market under the uncertain global business environment as a result of the trade war and tariff dispute between China and the United States of America. The current economic uncertainty which is expected to continue during the rest of 2019 affected the Group's revenue led to a corresponding significant decrease in gross profit.

As the Company is still in the process of finalizing the 2019 first quarterly results, the information contained in this announcement is only based on preliminary assessment by the Board in accordance with the information currently available and the latest unaudited consolidated management accounts of the Group, which are subject to finalization and are not based on any figures or information reviewed or audited by the Company's auditors.

Shareholders and potential investors of the Company are advised to read carefully the first quarterly results announcement of the Group for the three months ended 31 March 2019 which is expected to be published in May 2019.

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

By Order of the Board
Vertical International Holdings Limited
Boon Ho Yin Henry
Chairman

Hong Kong, 29 April 2019

As at the date of this announcement, the executive directors of the Company are Mr. Boon Ho Yin Henry and Ms. Chow Cheung Chu; and the independent non-executive directors of the Company are Mr. Liu Kwan, Mr. Chik Kin Man Paul and Mr. Wong Wai Leung.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange for the purpose of giving information with regard to the Company. The directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for at least 7 days from the date of its publication and on the website of the Company at www.verticaltech.com.cn.