

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



YuanShengTai Dairy Farm Limited

原生態牧業有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 1431)

UPDATE ON PROFIT WARNING

This announcement is made by YuanShengTai Dairy Farm Limited pursuant to Rule 13.09(2) of the Listing Rules and the Inside Information Provisions. Unless otherwise specified, capitalised terms used herein shall have the same meanings as defined in the profit warning announcement of the Company dated 16 June 2015 (“**June Announcement**”). The Company issues this announcement for the purpose of providing an update on the profit warning as disclosed in the June Announcement.

As disclosed in the June Announcement, due to (i) the continuing drop in price of domestic raw milk and (ii) the lower average selling price of the Group’s high quality raw milk during the Current Period as compared to the Corresponding Period, the Group expected to record a significant decrease in its profit attributable to the owners of the Company for the six months ended 30 June 2015 (“**Interim Period**”) as compared to the corresponding period in 2014.

Based on the unaudited consolidated management accounts for the Interim Period, the Board wishes to update the Shareholders and potential investors that principally because of the drop in price of domestic raw milk during the Interim Period, there would be a substantial loss on changes in the fair value less costs to sell of biological assets of the Group for the Interim Period. Such loss, coupled with the factors as disclosed in the June Announcement, would result in the anticipated substantial decrease in its profit of the Group for the Interim Period.

Based on the current information available to the Company, the profit attributable to the owners of the Company for the Interim Period is expected to record a significant decrease by more than 90% as compared to that for the corresponding period in 2014.

The information contained in this announcement is only based on the management's preliminary assessment after reviewing the Group's unaudited consolidated management accounts for the Interim Period, and is not based on any financial figures or information which have been audited or reviewed by the Company's auditor. The Group's unaudited interim financial results for the Interim Period are subject to further review by the management and have not been finalised as at the date of this announcement. It is expected that the unaudited results of the Group for the Interim Period will be announced on or about 21 August 2015.

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

By Order of the Board
YuanShengTai Dairy Farm Limited
Zhao Hongliang
Chairman

Hong Kong, 11 August 2015

As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Zhao Hongliang, Mr. Wang Shaogang, Mr. Fu Wenguo and Ms. Su Shiqin; two non-executive Directors, namely Mr. Sun Wei and Mr. Lau Ho Fung; and three independent non-executive Directors, namely Mr. Wu Chi Keung, Mr. Zhang Yuezhou and Mr. Zhu Zhanbo.