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INTERNATIONAL

VEDAN INTERNATIONAL (HOLDINGS) LIMITED

味丹國際（控股）有限公司

(Incorporated under the laws of the Cayman Islands with limited liability)

(Stock code: 02317)

PROFIT WARNING

This announcement is made by Vedan International (Holdings) Limited (the “Company”, together with its subsidiaries, the “Group”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The board of directors of the Company (the “Board”) wishes to inform the shareholders (the “Shareholders”) and potential investors of the Company that based on its preliminary review of the Group’s unaudited consolidated management accounts for the five months ended 31 May 2013 (the “Management Accounts”), it is expected that the Group will record a significant decrease in the consolidated net profit for the five months ended 31 May 2013 as compared to the five months ended 31 May 2012.

The Board is of the view that the performance of the Group for the five months ended 31 May 2013 was mainly affected by the following:

The overall gross profit margin of the Group fell sharply during the first five months in 2013 as a result of increased production costs, which was in turn due to the continued rise in the natural gas prices used by our Vietnam plant and soaring prices of other major raw materials. In addition, the major markets where the Group conducts its businesses were affected by adverse economic conditions as well as competition resulting from price slashes. As a result, we were not able to mark up the price of MSG, one of our major products, to reflect the rising costs. This led to a decrease in the average gross profit margin for the first five months in 2013 as compared to that for the corresponding period last year.

The information contained in this profit warning announcement is only based on the Group's preliminary assessment of the Management Accounts, and has not been reviewed by the Company's auditors. The interim results of the Group for the six months ending 30 June 2013 is expected to be published by the end of August 2013. Shareholders and potential investors of the Company are advised to read carefully the announcement on interim results of the Company upon its publication.

Despite the above, the Board considers that the Group's overall financial position is still healthy while the Board is actively discussing and developing a specific plan to reduce energy costs. Therefore, the Board remains cautiously optimistic on the long term prospect of the Group.

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

By Order of the Board
Vedan International (Holdings) Limited
Yang, Tou-Hsiung
Chairman

Hong Kong, 21 June 2013

As at the date of this announcement, the Board comprises the following members:–

Executive Directors:–

Mr. YANG, Tou-Hsiung
Mr. YANG, Cheng
Mr. YANG, Kun-Hsiang
Mr. YANG, Chen-Wen
Mr. YANG, Kun-Chou

Non-executive Directors:–

Mr. HUANG, Ching-Jung
Mr. CHOU, Szu-Cheng

Independent non-executive Directors:–

Mr. CHAO, Pei-Hong
Mr. KO, Jim-Chen
Mr. CHEN, Joen-Ray
Mr. HSIEH, Lung-Fa