

30 October 2015

## 2015 Third Quarter Market Update

### Company Financial Position Updates

Australia Samly Holdings Group Limited (the **Company**) has experienced a significant increase in sales revenue, however, as the main increase is from the Company's outsourcing original equipment manufacturer (OEM) products, the overall gross profit margin declines.

#### 1. Reporting Period and Currency Unit

- The reporting period of the updates is 1 July 2015 through 30 September 2015; and the comparison period is 1 July 2014 through 30 September 2014. The currency unit in use is Chinese Yuan (RMB).

#### 2. Increase in revenue and profit

- The important information is outlined as below (figures are unaudited):
  - a) The Operational income for the quarter ended 30 September 2015 is RMB15.7 million increased by 23.8% compared to RMB12.7 million in the same period last year; and
  - b) The net profit & loss after tax is a loss of RMB870,000 which is less compared to the same period last year (-RMB1.07 million)

#### 3. Operational reasons for the increase in profit and sales revenue

- During the third quarter, Shenzhen Vitality Bio-health Technology Co., Ltd (subsidiary of the company) has obtained RMB400,000 government subsidy for branding promotion; Shenzhen Vitality Bio-health Technology Co., Ltd (subsidiary of the company) in Jiangsu province has obtained RMB385,000 government taxation subsidy.
- The sales is showing a strongly growing trend.

#### 4. Company Loan position

- In 10 September, Shenzhen Vitality Bio-health Technology Co., Ltd has repaid a loans of RMB8 million to Industrial Bank Co. Ltd. two days in advance. On 21 September Industrial bank issued a new loan of RMB13 million to the company guaranteed by Chairman Mr. Liangchao Chen's personal asset. The interest rate of the new loan is the reserve bank benchmark interest rate + 1.66% (approximately 6%), and the maturity date is on 20 September 2016;

### Company Operational Updates

In August, Shenzhen Vitality Bio-health Technology Co., Ltd obtained the health food approval certificate for the following four products: Samly vitamin C chewable tablets; Samly vitamins B tablets; Samly calcium and magnesium tablets; Samly calcium chewable tablets.

The approval certificate will lift the company's profit margin, as these products can only be produced by the processing OEM before obtaining the certificate.

Please note the above quoted financial data is unaudited.

**Jiajun Li**

Company Secretary

On behalf of Australia Samly Holdings Group Limited