

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) 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)

POSITIVE PROFIT ALERT

This announcement is made by YuanShengTai Dairy Farm Limited (the “**Company**”, together with its subsidiaries, collectively referred to as the “**Group**”) pursuant to Rule 13.09 (2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company and potential investors that, based on the Board’s preliminary review of the latest unaudited consolidated management accounts of the Group for the six months ended 30 June 2020 (the “**Period**”) and the information currently available to the Board, the Group is expected to record a net profit of approximately RMB100.0 million to RMB130.0 million for the Period, representing an increase of 195.9% to 284.6% as compared with the net profit of approximately RMB33.8 million for the six months ended 30 June 2019 (the “**Corresponding Period**”).

Based on the information available, the aforesaid substantial increase in net profit was mainly attributable to (i) the increase in gross profit during the Period due to the increase in the price, as well as sales volume, of domestic raw milk; (ii) the decrease in loss on changes in fair value less cost to sell of biological assets due to the increase in the price of domestic raw milk; and (iii) the increase in exchange rate gain as compared to the Corresponding Period.

The Group is still in the process of finalising its consolidated interim results for the Period. The information contained in this announcement is only based on the Board's preliminary review of the latest unaudited consolidated management accounts of the Group for the Period and information currently available to the Board and is not based on any financial figures or information which have been reviewed by the Company's auditor or reviewed by the Company's audit committee. The finalised interim results and other details of the Group for the Period will be disclosed in the Company's interim results announcement for the Period, which is expected to be published by the end of August 2020.

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, 5 August 2020

As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Zhao Hongliang (Chairman), Mr. Fu Wenguo (Chief Executive Officer), Mr. Chen Xiangqing (Chief Financial Officer) and Mr. Liu Gang; and three independent non-executive Directors, namely Mr. Meng Jingzong (alias Owens Meng), Mr. Zhang Yuezhou and Mr. Zhu Zhanbo.