China Innovationpay Group Limited
中國創新支付集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 8083)

PROFIT WARNING

The announcement is made by the Company pursuant to Rule 17.10 of the GEM Listing Rules and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Board would like to inform the shareholders of the Company that the Group is expected to record a loss after tax for the year ended 31 December 2013.

Investors and shareholders of the Company are urged to exercise caution when dealing in the shares of the Company.

The announcement is made by China Innovationpay Group Limited (the "Company") and its subsidiaries (the "Group") pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on The Growth Enterprise Market of The Stock Exchange of Hong Kong Limited ("GEM Listing Rules") and the Inside Information Provisions (as defined under the GEM Listing Rules) 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 of the Company (the "Shareholders") and potential investors that, based on the preliminary review of the unaudited financial information of the Group, the Group is expected to record a loss after tax for the year ended 31 December 2013 as compared to a profit after tax for the year ended 31 December 2012.

Based on the information available for the time being, the Board considers that, compared to the corresponding period in 2012, the expected loss for the year ended 31 December 2013 was mainly due to (i) the decrease in the turnover and gross profit of the Group during the year; (ii) the adjustments for research and development costs being written off; (iii) amortization of share base payment for the year; and (iv) the accrual of convertible bond imputed interest for the year as required under HKFRS 7 and HKAS 39.

The Company is still in the process of finalising its consolidated annual results of the Group for the year ended 31 December 2013. The information contained in this announcement is only a preliminary assessment by the management of the results of the Group and such information has neither been reviewed by the audit committee nor audited by the auditors of the Company, and is subject to adjustment. Finalised annual results of the Group for the year ended 31 December 2013 is expected to be announced in March 2014. Shareholders and potential investors are advised to read such results announcement carefully.

Despite the results of the Group for the year ended 31 December 2013 is expected to record a loss, the Board considers that the Group's overall financial positions are healthy and the Board remains positive on the prospects of the Group. The Board will constantly keep reviewing the Group's strategies and operations with a view to improve its business performance and Company's shareholders' return.

Investors and shareholders of the Company are urged to exercise caution when dealing in the shares of the Company.

By Order of the Board
China Innovationpay Group Limited
Guan Guisen
Chairman

Hong Kong, 10 February, 2014

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Guan Guisen, Dr. Lei Chunxiong and Mr. Cao Chunmeng; and three independent non-executive Directors, namely Dr. Fong Chi Wah, Mr. Wang Zhongmin and Mr. Gu Jiawang.