INTERNATIONAL ENTERTAINMENT CORPORATION

國 際 娛 樂 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 01009)

PROFIT WARNING

This announcement is made by International Entertainment Corporation (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") 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 (the "Board") of the Company wishes to announce that on 19 March 2013, CTF Properties (Philippines), Inc. ("CTFPPI"), a company incorporated in the Republic of the Philippines (the "Philippines") and an indirect non wholly-owned subsidiary of the Company, declared a substantial cash dividend to its immediate holding company, Flexi-Deliver Holding Ltd. ("Flexi-Deliver"), a company incorporated in the British Virgin Islands and an indirect non wholly-owned subsidiary of the Company. Pursuant to the income tax law in the Philippines, the dividend distributed by CTFPPI to Flexi-Deliver would be subject to withholding tax at a rate of 15%. Such withholding tax would be reflected in the consolidated financial results of the Group for the year ending 31 March 2013.

As a result of the recognition of the withholding tax in respect of the dividend distributed by CTFPPI to Flexi-Deliver in the consolidated financial results of the Group for the year ending 31 March 2013 and based on the information currently available, the Board wishes to inform the shareholders of the Company (the "Shareholders") and potential investors that the Group may record a loss for the year ending 31 March 2013 on account thereof.

The information contained in this announcement can only be treated as a preliminary assessment by the Board in accordance with the latest unaudited management accounts of the Group and the information currently available to the Group, and is not based on any figures nor information that has been audited, confirmed and/or reviewed by the auditor of the Company. The annual results announcement of the Company for the year ending 31 March 2013 is expected to be released in June 2013.

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

By order of the Board
International Entertainment Corporation
Kwok Chi Kin
Company Secretary

Hong Kong, 20 March 2013

As at the date of this announcement, the Board comprises seven executive directors, namely Dr. Cheng Kar Shun, Mr. Lo Lin Shing, Simon, Mr. To Hin Tsun, Gerald, Mr. Cheng Kam Chiu, Stewart, Mr. Cheng Kam Biu, Wilson, Mr. Cheng Chi Kong and Mr. Cheng Chi Him, and four independent non-executive directors, namely Mr. Cheung Hon Kit, Mr. Kwee Chong Kok, Michael, Mr. Lau Wai Piu and Mr. Tsui Hing Chuen, William JP.