



**MERCHANT HOUSE
INTERNATIONAL LIMITED**
ARBN 065 681 138

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5 December 2018

ASX Limited

Dear Sir / Madam,

FULL YEAR PROFIT FORECAST:

The board Merchant House International Limited wish to advise that the result for the full year ending 31 March 2019 is projected at this stage to be a loss of A\$1,000,000 (US\$750,000). This compares with a profit for the same period to 31 March 2018 of A\$1,000,000.

The loss can largely be attributed to the slower than anticipated full ramp up of production from Footwear Industries in Tennessee (FIT).

The Company is putting significant time and effort into FIT to ensure its return to profitable operations as soon as possible.

Yours faithfully

MERCHANT HOUSE INTERNATIONAL LIMITED

DAVID MCARTHUR
Company Secretary