

**VTech Contract Manufacturing Services  
Achieves 17th Consecutive Year of Growth**

**Hong Kong, 20 May 2019** – VTech Holdings Limited (HKSE: 303), the parent company of VTech Communications Limited, today announced its results for the year ended 31 March 2019, reporting higher revenue on the good performance of electronic learning products and contract manufacturing services (CMS). VTech CMS posted its seventeenth consecutive year of growth in the financial year 2019, recording a sales increase of 16.8% to US\$807.4 million.

The consistent year-on-year growth delivered by VTech CMS business bears witness to its excellent reputation, manufacturing know-how, stable management and outstanding customer service. It also endorses CMS's strategy of targeting the professional, industrial and commercial product categories, being strongly customer focused and continually adopting state-of-the-art manufacturing technology.

"With the implementation of manufacturing automation, lean processes and the Smart Factory concept, VTech CMS continues to make good progress towards 'Industry 4.0'. By continuously strengthening our business strategy of customer focus and commitment to utilizing state-of-the-art manufacturing technology, we are confident that our business growth and high reputation within the industry will continue," said Mr Andy Leung, CEO of VTech Communications Limited.

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