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中鋁國際工程股份有限公司

China Aluminum International Engineering Corporation Limited

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2068)

PROFIT WARNING

This announcement is made by China Aluminum International Engineering Corporation Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of the Company (the “**Board**”) and all members of the Board warrant that there are no misrepresentations and misleading statements contained in, or material omissions from, this announcement, and severally and jointly accept full responsibility for the truthfulness, accuracy and completeness of the contents of this announcement.

I. ESTIMATED RESULTS FOR THE PERIOD

(I) Period for estimated results

From 1 January 2019 to 31 December 2019.

(II) Estimated results

1. Based on the preliminary calculations by the finance department, the net profit attributable to shareholders of the listed company from January to December 2019 is expected to record a decrease of approximately RMB271 million to RMB276 million as compared with the corresponding period of the preceding year (data disclosed under statutory requirements), representing a year-on-year decrease of 88.6% to 90.2%; and a decrease of approximately RMB271 million to RMB276 million as compared with the corresponding period of the preceding year (restated data), representing a year-on-year decrease of 88.6% to 90.2%.

2. Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss from January to December 2019 is expected to record a decrease of approximately RMB256 million to RMB261 million as compared with the corresponding period of the preceding year (data disclosed under statutory requirements), representing a year-on-year decrease of 116.9% to 119.2%; and a decrease of approximately RMB257 million to RMB262 million as compared with the corresponding period of the preceding year (restated data), representing a year-on-year decrease of 116.8% to 119.1%.

(III) The estimated financial results have not been audited or reviewed by certified public accountants.

Note: The data disclosed in this announcement under statutory requirements refers to the data shown in the 2018 annual report of the Company; restated data refers to the consolidation of Luoyang Foyang Decoration Engineering Co., Ltd., which was acquired by the Company through combination under common control, into the 2018 annual report in accordance with the requirement of the Accounting Standards for Business Enterprises, and restates data adjustment to the 2018 annual report. Restated data would have a lower impact on the financial statement of the Company.

II. RESULTS FOR THE CORRESPONDING PERIOD OF THE PRECEDING YEAR

- (I) Net profit attributable to shareholders of the listed company: RMB306 million. Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss: RMB219 million.

After restatement, net profit attributable to shareholders of the listed company: RMB306 million. Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss: RMB220 million.

- (II) Earnings per share: RMB0.08.

Restated earnings per share: RMB0.08.

III. MAJOR REASONS FOR THE ESTIMATED DECREASE IN RESULTS FOR THE PERIOD

- (I) Under the influences of the macroeconomic downturn, the non-ferrous industry has been going through structural adjustment. The number of contracts undertook and implemented by the Company decreased during the reporting period, which contributed a slightly lower revenue as compared with the corresponding period of the preceding year. At the same time, as affected by the intensified competition, the gross profit margin of the contracts was lower than that of last year, which resulted in a decrease in gross profit as compared with the corresponding period of the preceding year.

- (II) Due to the change of receivables ageing, there was a year-on-year increase of the credit impairment losses for the period.
- (III) As a leading engineering and technology enterprise in the non-ferrous metals industry, the Company continued to maintain its investment in scientific research with a year-on-year increase in the research and development expenses in 2019.

IV. RISK WARNING

There are no significant uncertainties affecting the accuracy of the estimated results.

V. OTHER INFORMATION

The above estimated results are only preliminarily estimated and prepared in accordance with the China Accounting Standards for Business Enterprises. Finalized details of the financial information will be duly disclosed in the annual report of the Company for the year of 2019. Investors are advised to be aware of the investment risks involved.

Announcement is hereby given.

By Order of the Board
China Aluminum International Engineering Corporation Limited
ZHANG Jian
Joint Company Secretary

Beijing, the PRC, 20 January 2020

As at the date of this announcement, the non-executive directors are Mr. WANG Jun and Mr. LI Yihua; the executive directors are Mr. WU Jianqiang, Mr. ZONG Xiaoping, Mr. WU Zhigang and Mr. ZHANG Jian; and the independent non-executive directors are Mr. GUI Weihua, Mr. CHEUNG Hung Kwong and Mr. FU Jun.