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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)

ANNOUNCEMENT UNUSUAL MOVEMENT IN TRADING OF SHARES

This announcement is made pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

IMPORTANT NOTES:

- The deviation value of the increase in the closing prices of the A shares of China Aluminum International Engineering Corporation Limited (the “**Company**”) accumulated more than 20% in three consecutive trading days on 9 December 2021, 10 December 2021 and 13 December 2021, which constituted unusual movements in the trading of shares.
- There is no change in the Company’s principal business. The Company is principally engaged in engineering design and consultancy, engineering and construction contracting, equipment manufacturing and trading, the proportion of revenue from the principal business is 100%.
- The Company is not involved in the related investment business of lithium extraction from salt lakes. The Company is not involved in the related investment business of lithium extraction from salt lakes and does not produce lithium materials directly. The Company only provides technology design and consultancy as well as engineering and construction services to lithium production enterprises, and such business will not have material impacts to the results of the Company.
- The proportion of revenue from the lithium-related business of the Company is relatively low, thus will not have material impacts to the results of the Company. As of 30 September 2021, the orders-on-hand of the lithium-related business of the Company accounted for approximately 1.99% of the total orders-on-hand of the Company and the proportion of contract assets was approximately 0.05%. During the first three quarters of 2021, the revenue from the lithium-related business accounted for approximately 0.19% of the Company’s total revenue.

- We are exposed to the risk that certain receivables and inventories of China Aluminum International Engineering Equipment Co., Ltd., a wholly-owned subsidiary of the Company, may not be recovered and realized. As of the date of this announcement, the related risk exposures amounted to RMB600 million to RMB900 million, representing 28.57% to 42.86% of the Company's net profit attributable to holders of ordinary shares for 2020.
- As self-verified by the Company and upon written confirmation by Aluminum Corporation of China, the controlling shareholder of the Company, as of the date of disclosure by this announcement, there is no discloseable material information which remains undisclosed.
- Investors are advised to pay attention to the secondary market trading risks, make rational decision and prudent investment.

I. DETAILS OF UNUSUAL MOVEMENT IN THE TRADING OF THE SHARES

The deviation value of the increase in the closing prices of the A shares of the Company accumulated more than 20% in three consecutive trading days on 9 December 2021, 10 December 2021 and 13 December 2021. According to the relevant requirements of the "Trading Rules of the Shanghai Stock Exchange", this constituted unusual movements in the trading of shares of the Company.

II. RELEVANT SITUATIONS CONCERNED AND VERIFIED BY THE COMPANY

(1) Production and Operation

As self-verified by the Company, the current production and operation of the Company are as usual, and there have been no material changes in the internal and external operating environment or industry policies.

(2) Significant Events

After review, we are exposed to the risk that certain receivables and inventories of China Aluminum International Engineering & Equipment Co., Ltd., a wholly-owned subsidiary of the Company, may not be recovered and realized. As of the date of this announcement, the risk exposure amounted to RMB600 million to RMB900 million, representing 28.57% to 42.86% of the Company's net profit attributable to holders of ordinary shares for 2020. The Company will continue to pay attention to the collection and realization of the creditor's rights and inventories of the Equipment Company which are exposed to risk, and further assess the related risks. The corresponding impairment provision will be subsequently measured in accordance with the relevant requirements of the Accounting Standards for Business Enterprises and the Company's accounting policies and reflected in the 2021 annual report.

As self-verified by the Company and confirmed by Aluminum Corporation of China, the controlling shareholder of the Company, in its written response to the enquiry by the Company, as at the date of this announcement, there is no discloseable material information related to the unusual price fluctuation of the shares of the Company which remains undisclosed, including but not limited to any significant matters that related to the Company, such as material asset restructuring, issue of shares, acquisition, debt restructuring, business restructuring, assets divestment and injection, repurchase of shares, equity incentive, bankruptcy and reorganization, major business cooperation and introduction of strategic investors etc.

(3) Media Reports, Market Rumours and Hot Topics

Recently, the Company has identified media reports describing the Company is related with the hot concept of lithium extraction from salt lakes. After verification, the Company would like to make the following explanations:

1. The Company is principally engaged in engineering design and consultancy, engineering and construction contracting, equipment manufacturing and trading, the proportion of revenue from the principal business is 100%.
2. The Company is not involved in the related investment business of lithium extraction from salt lakes and does not produce lithium materials directly. The Company only provides technology design and consultancy as well as engineering and construction services to lithium production enterprises, and such business will not have material impacts to the results of the Company.
3. The proportion of revenue from the lithium-related business of the Company is relatively low, thus will not have material impacts to the results of the Company. As of 30 September 2021, the orders-on-hand of the lithium-related business of the Company accounted for approximately 1.99% of the total orders-on-hand of the Company and the proportion of contract assets was approximately 0.05%. During the first three quarters of 2021, the revenue from the lithium-related business accounted for approximately 0.19% of the Company's total revenue.

(4) Other Price Sensitive Information

After verification, the Company has not found any other significant events that may have a significant impact on the share price of the listed company.

III. RELEVANT RISK WARNING

(1) Secondary Market Trading Risks

The deviation value of the increase in the closing prices of the A shares of the Company accumulated more than 20% in three consecutive trading days on 9 December 2021, 10 December 2021 and 13 December 2021. Investors are advised to pay attention to the secondary market trading risks, make rational decision and prudent investment.

(2) There is no change in the Company's principal business.

The Company is principally engaged in engineering design and consultancy, engineering and construction contracting, equipment manufacturing and trading, the proportion of revenue from the principal business is 100%.

(3) The Company is not involved in the related investment business of lithium extraction from salt lakes.

The Company is not involved in the related investment business of lithium extraction from salt lakes and does not produce lithium materials directly. The Company only provides technology design and consultancy as well as engineering and construction services to lithium production enterprises, and such business will not have material impacts to the results of the Company.

(4) The proportion of revenue from the lithium-related business of the Company is relatively low, thus will not have material impacts to the results of the Company.

As of 30 September 2021, the orders-on-hand of the lithium-related business of the Company accounted for approximately 1.99% of the total orders-on-hand of the Company and the proportion of contract assets was approximately 0.05%. During the first three quarters of 2021, the proportion of revenue from the lithium-related business accounted for approximately 0.19% of the Company's revenue.

(5) We are exposed to the risk that certain receivables and inventories of the Company may not be recovered and realized.

We are exposed to the risk that certain receivables and inventories of China Aluminum International Engineering Equipment Co., Ltd., a wholly-owned subsidiary of the Company, may not be recovered and realized. As of the date of this announcement, the related risk exposures amounted to RMB600 million to RMB900 million, representing 28.57% to 42.86% of the Company's net profit attributable to holders of ordinary shares for 2020.

(6) Other risk warnings

The Company hereby seriously reminds the investors that only the information published on the website of the Shanghai Stock Exchange (www.sse.com.cn), the HKEXnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) and other media as designated by the Company shall prevail. Investors are advised to make rational investment and beware of investment risks.

IV. STATEMENT OF THE BOARD OF DIRECTORS AND UNDERTAKINGS BY RELEVANT PARTIES

The board of directors of the Company confirms that the Company does not have any discloseable matters, or any planning, negotiation, intention and agreement, etc., relating to such matters, which remain undisclosed pursuant to related requirements of the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange or the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, and may have a relatively material impact on the trading prices of the shares of the Company and their derivatives. There is no clarification nor supplement to any information disclosed by the Company previously.

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

Beijing, the PRC, 13 December 2021

As at the date of this announcement, the non-executive director is Mr. LI Yihua; the executive directors are Mr. WU Jianqiang, Mr. LIU Jing and Mr. ZHANG Jian; and the independent non-executive directors are Mr. GUI Weihua, Mr. CHEUNG Hung Kwong and Mr. FU Jun.