

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



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 ADJUSTMENT FOR FINANCIAL INFORMATION**

Reference is made to the announcement of interim results for the six months ended 30 June 2016 (the “**Interim Results**”) and the 2016 interim report (the “**Interim Report**”) dated 29 August 2016 and 12 September 2016 of China Aluminum International Engineering Corporation Limited (the “**Company**”) respectively. The auditor of the Company, PKF Hong Kong, made the following statement in the section “**Emphasis of Matter**” in the report on review of interim financial information in page 31 of the Interim Results and the Interim Report:

We draw attention to note 23 to the condensed consolidated financial statements which indicates that the fair values of identifiable assets and liabilities in relation to the acquisition of 62.5% equity interest in No. 9 Metallurgical Construction Co., Ltd. are provisional amounts based on the directors’ estimation. The Group is in the process of obtaining some new information about facts and circumstances that existed as at the acquisition date. During the measurement period as allowed in accordance with IFRS 3 (Revised) “**Business Combination**”, if these facts and circumstances would affect the measurements, the fair values of identifiable assets and liabilities as reported in these condensed consolidated financial statements will be retrospectively adjusted, additional assets and liabilities will be recognised (if any) and the corresponding gain on bargain purchase from business combination will be retrospectively adjusted. Our opinion is not modified in respect of this matter.

### **THE GROUNDS AND REASONS FOR ADJUSTMENT ON FINANCIAL DATA**

As mentioned above, the fair values of the identifiable assets and liabilities in relation to the acquisition of 62.5% equity interest in No. 9 Metallurgical Construction Co., Ltd. as disclosed by the Group in the Interim Results and the Interim Report were provisional amounts based on the directors’ estimation. The Company has collected certain new information of the existed events and circumstances as at the acquisition date, and Zhonghe Appraisal Co., Ltd., an independent assets valuer, has been appointed to conduct a full valuation on the fair values of the identifiable assets and liabilities of No. 9 Metallurgical Construction Co., Ltd. According to the valuation report (Zhonghe Ping Bao Zi (2016) No.BJV4048) issued by the valuer, the Group recognised a gain on bargain purchase from business combination of RMB269.7 million. Based on the above, the Group revised the values and classification of the identifiable assets and liabilities related to it and as presented in the statements.

The board of directors of the Company is hereby announced the specific financial data (as revised) as below:

**UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>After Adjustment Six months ended 30 June 2016 <i>RMB'000</i> (unaudited)</b>	<b>Before Adjustment Six months ended 30 June 2016 <i>RMB'000</i> (unaudited)</b>	<b>2015 <i>RMB'000</i> (unaudited)</b>
Gain on bargain purchase from business combination	<u>269,651</u>	<u>255,195</u>	–
<b>Profit before taxation</b>	<b>499,275</b>	<b>484,819</b>	374,237
<b>Profit for the period</b>	<u><b>421,855</b></u>	<u><b>407,399</b></u>	<u>290,585</u>
<b>Profit for the period attributable to:</b>			
Equity owners of the Company	<b>373,607</b>	<b>359,151</b>	229,622
Non-controlling interests	<u><b>48,248</b></u>	<u><b>48,248</b></u>	<u>60,963</u>
	<u><b>421,855</b></u>	<u><b>407,399</b></u>	<u>290,585</u>

## UNAUDITED INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

	After Adjustment At 30-Jun 2016 <i>RMB'000</i> (unaudited)	Before Adjustment At 30-Jun 2016 <i>RMB'000</i> (unaudited)	At 31-Dec 2015 <i>RMB'000</i> (audited)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2,309,601	2,312,653	2,052,454
Land use rights	885,622	875,904	792,950
Intangible assets	137,505	137,229	142,610
Investments accounted for using the equity method	304,684	304,588	299,539
Investment properties	92,055	84,600	77,994
Available-for-sale financial assets	14,973	14,973	9,973
Trade and notes receivables	2,116,155	2,116,155	1,752,312
Prepayments and other receivables	1,224,898	1,345,298	592,047
Deferred income tax assets	462,315	463,037	381,250
Other non-current assets	51,005	24,870	12,015
	<b>7,598,813</b>	<b>7,679,307</b>	6,113,144
<b>Current assets</b>			
Available-for-sale financial assets	226,200	226,200	149,200
Inventories	1,317,880	1,227,920	771,765
Trade and notes receivables	12,197,483	12,062,508	10,687,753
Prepayments and other receivables	5,449,546	5,325,329	3,330,491
Amounts due from customers for contract work	6,154,828	6,369,948	4,098,534
Current income tax prepayments	76,995	76,939	85,978
Restricted cash	954,371	954,371	723,510
Time deposits	55,752	55,752	28,929
Cash and cash equivalents	3,498,407	3,504,279	4,847,792
	<b>29,931,462</b>	<b>29,803,246</b>	24,723,952
<b>Total current assets</b>	<b>29,931,462</b>	<b>29,803,246</b>	24,723,952
<b>Total assets</b>	<b>37,530,275</b>	<b>37,482,553</b>	30,837,096
<b>Equity</b>			
Share capital	2,663,160	2,663,160	2,663,160
Reserves	4,750,609	4,736,153	4,500,560
	<b>7,413,769</b>	<b>7,399,313</b>	7,163,720
<b>Consolidated equity attributable to equity owners of the Company</b>	<b>7,413,769</b>	<b>7,399,313</b>	7,163,720
Non-controlling interests	2,179,527	2,170,854	2,006,863
	<b>9,593,296</b>	<b>9,570,167</b>	9,170,583
<b>Total equity</b>	<b>9,593,296</b>	<b>9,570,167</b>	9,170,583

	<b>After Adjustment At 30-Jun 2016 RMB'000 (unaudited)</b>	<b>Before Adjustment At 30-Jun 2016 RMB'000 (unaudited)</b>	At 31-Dec 2015 RMB'000 (audited)
<b>Liabilities</b>			
Non-current liabilities			
Deferred income	85,258	86,008	88,269
Long-term borrowings	2,784,817	2,784,817	1,210,935
Retirement and other supplemental benefit obligations	1,042,349	1,042,349	1,076,882
Deferred income tax liabilities	33,688	24,797	629
Trade and other payables	–	–	1,431
<b>Total non-current liabilities</b>	<b>3,946,112</b>	<b>3,937,971</b>	2,378,146
<b>Current liabilities</b>			
Trade and other payables	14,695,167	14,690,762	11,070,114
Dividends payable	215,137	215,137	55,347
Amounts due to customers for contract work	737,526	726,444	420,286
Short-term borrowings	8,016,170	8,017,343	7,461,720
Current income tax liabilities	188,215	187,037	143,710
Retirement and other supplemental benefit obligations	138,652	137,692	137,190
<b>Total current liabilities</b>	<b>23,990,867</b>	<b>23,974,415</b>	19,288,367
<b>Total liabilities</b>	<b>27,936,979</b>	<b>27,912,386</b>	21,666,513
<b>Total equity and liabilities</b>	<b>37,530,275</b>	<b>37,482,553</b>	30,837,096
<b>Net current assets</b>	<b>5,940,595</b>	<b>5,828,831</b>	5,435,585
<b>Total assets less current liabilities</b>	<b>13,539,408</b>	<b>13,508,138</b>	11,548,729

By Order of the Board  
**China Aluminum International Engineering Corporation Limited**  
**ZHAI Feng**  
*Joint Company Secretary*

Beijing, PRC, 27 September 2016

*As at the date of this announcement, the non-executive Directors are Mr. WANG Jun and Mr. LI Yihua; the executive Directors are Mr. HE Zhihui and Mr. ZHANG Jian; and the independent non-executive Directors are Mr. SUN Chuanyao, Mr. CHEUNG Hung Kwong and Mr. FU Jun.*