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CNNC INTERNATIONAL LIMITED
中核國際有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2302)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30TH JUNE, 2011

The Board of Directors (the "Board") of CNNC International Limited (the "Company") is pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30th June, 2011 (the "Period"), together with comparative figures for the corresponding period, as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the six months ended 30th June, 2011

		Six months ended 30th June,	
	NOTES	**2011** *HK$'000* **(unaudited)**	2010 *HK$'000* (unaudited) (restated)
Continuing operations			
Revenue	3	—	—
Other income, gains and losses		**4,497**	620
Administrative and other expenses		**(10,162)**	(14,885)
Share of loss of an associate		**(4,322)**	—
Effective interest expenses on convertible notes		**(21,185)**	(12,749)
Loss before taxation	4	**(31,172)**	(27,014)
Taxation credit	5	**2,069**	602
Loss for the period from continuing operations		**(29,103)**	(26,412)
Discontinued operations			
Loss for the period from discontinued operations	6	**(5,795)**	(1,893)
Loss for the period		**(34,898)**	(28,305)
Other comprehensive income			
Exchange differences arising on translation to presentation currency		**1,272**	474
Total comprehensive expense for the period		**(33,626)**	(27,831)
Loss per share			
From continuing and discontinued operations			
— Basic and diluted	8	**(HK8.1 cents)**	(HK6.6 cents)
From continuing operations			
— Basic and diluted	8	**(HK6.8 cents)**	(HK6.2 cents)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30th June, 2011

	NOTES	30th June, 2011 HK$'000 (unaudited)	31st December, 2010 HK$'000 (audited)
Non-current assets			
Property, plant and equipment		**40,798**	107,855
Exploration and evaluation assets		**186,463**	184,598
Interest in an associate		**450,820**	455,142
Deposits paid on acquisition of property, plant and equipment		—	875
		678,081	748,470
Current assets			
Inventories		**278,684**	309,232
Trade and other receivables and prepayments	9	**5,219**	44,778
Amounts due from shareholders		—	30,748
Investments held for trading		—	367
Bank balances and cash		**283,415**	306,797
		567,318	691,922
Assets classified as held for sale	6	**227,424**	31,891
		794,742	723,813
Current liabilities			
Trade and other payables and accruals	10	**2,261**	33,669
Taxation payable		—	181
Convertible notes		**103,371**	99,338
Unsecured bank loan		—	16,000
		105,632	149,188
Liabilities associated with assets classified as held for sale	6	**72,827**	—
		178,459	149,188
Net current assets		**616,283**	574,625
Total assets less current liabilities		**1,294,364**	1,323,095
Non-current liabilities			
Convertible notes		**372,783**	365,819
Deferred tax liabilities		**4,368**	6,437
		377,151	372,256
Net assets		**917,213**	950,839
Capital and reserves			
Share capital		**4,292**	4,292
Reserves		**912,921**	946,547
Equity attributable to owners of the Company		**917,213**	950,839

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

The accounting policies and methods of computations used in these condensed consolidated financial statements are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31st December, 2010. In addition, the Group applied the following accounting policy for transaction in the current period as described below.

Non-current assets (disposal groups) held for sale and discontinued operations

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when sale is highly probable and the non-current asset (or disposal group) is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

When the Group is committed to a sale plan involving loss of control of a subsidiary, all of the assets and liabilities of that subsidiary are classified as held for sale when the criteria described above are met, regardless of whether the Group will retain a non-controlling interest in its former subsidiary after the sale.

Non-current assets (and disposal groups) classified as held for sale are measured at the lower of their previous carrying amount and fair value less costs to sell.

In the current interim period, the Group has applied, for the first time, the following new or revised standards and interpretations ("new or revised HKFRSs") issued by the HKICPA:

HKFRSs (Amendments)	Improvements to HKFRSs issued in 2010
HKAS 24 (as revised in 2009)	Related Party Disclosures
HKAS 32 (Amendments)	Classification of Rights Issues
HK(IFRIC) — Int 14 (Amendments)	Prepayments of a Minimum Funding Requirement
HK(IFRIC) — Int 19	Extinguishing Financial Liabilities with Equity Instruments

HKAS 24 Related Party Disclosures (as revised in 2009)

The Group has applied HKAS 24 "Related Party Disclosures" (as revised in 2009) in full for the first time in the current period.

The Group is a government-related entity as defined in HKAS 24 (as revised in 2009). HKAS 24 (as revised in 2009) provides a partial exemption from the disclosure requirements for government-related entities whilst the previous version of HKAS 24 did not contain specific exemption for government-related entities. Under HKAS 24 (as revised in 2009), the Group has been exempted from making the disclosures required by paragraph 18 of HKAS 24 (as revised in 2009) in relation to related party transactions and outstanding balances (including commitments) with (a) the government that has control, joint control or significant influence over the Group, and (b) other entities that are controlled, jointly controlled or significantly influenced by the same government. Rather, in respect of these transactions and balances, HKAS 24 (as revised in 2009) requires the Group to disclose (a) the nature and amount of each individually significant transaction, and (b) a qualitative or quantitative indication of the extent of transactions that are collectively, but not individually, significant.

HKAS 24 (as revised in 2009) requires retrospective application. The application of HKAS 24 (as revised in 2009) has had no effect on the amounts recognised or recorded in the condensed consolidated financial statements for the current and prior periods. However, the related party disclosures set out in note 20 have been modified to reflect the application of HKAS 24 (as revised in 2009).

Except as described above, the application of these new or revised HKFRSs has had no material effect on the condensed consolidated financial statements of the Group for the current or prior periods.

The Group has not early applied new or revised standards that have been issued but are not yet effective. The following new or revised standards have been issued after the date the consolidated financial statements for the year ended 31st December, 2010 were authorised for issuance and are not yet effective:

HKFRS 10	Consolidated Financial Statements[1]
HKFRS 11	Joint Arrangements[1]
HKFRS 12	Disclosure of Interests in Other Entities[1]
HKFRS 13	Fair Value Measurement[1]
HKAS 1 (Amendments)	Presentation of Items of Other Comprehensive Income[2]
HKAS 19 (as revised in 2011)	Employee Benefits[1]
HKAS 27 (as revised in 2011)	Separate Financial Statements[1]
HKAS 28 (as revised in 2011)	Investments in Associates and Joint Ventures[1]

[1] Effective for annual periods beginning on or after 1st January, 2013
[2] Effective for annual periods beginning on or after 1st July, 2012

Except for HKAS1 (Amendments) and HKAS 19 (as revised in 2011), the new or revised standards on consolidation, joint arrangements and disclosures were issued by the HKICPA in June 2011 and are effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted provided that all of these new or revised standards are applied early at the same time. The directors of the Company anticipate that these new or revised standards will be applied in the Group's consolidated financial statements for financial year ending 31 December 2013 and the potential impact is described below.

HKFRS 10 replaces the parts of HKAS 27 Consolidated and Separate Financial Statements that deal with consolidated financial statements. Under HKFRS 10, there is only one basis for consolidation, that is control. In addition, HKFRS 10 includes a new definition of control that contains three elements: (a) power over an investee, (b) exposure, or rights, to variable returns from its involvement with the investee, and (c) ability to use its power over the investee to affect the amount of the investor's returns. Extensive guidance has been added in HKFRS 10 to deal with complex scenarios. Overall, the application of HKFRS 10 requires a lot of judgment.

HKFRS 11 replaces HKAS 31 Interests in Joint Ventures. HKFRS 11 deals with how a joint arrangement of which two or more parties have joint control should be classified. Under HKFRS 11, there are two types of joint arrangements: joint ventures and joint operations. The classification in HKFRS 11 is based on parties' rights and obligations under the arrangements. In contrast, under HKAS 31, there are three different types of joint arrangements: jointly controlled entities, jointly controlled assets and jointly controlled operations.

In addition, joint ventures under HKFRS 11 are required to be accounted for using the equity method of accounting, whereas jointly controlled entities under HKAS 31 can be accounted for using the equity method of accounting or proportionate accounting. The application of HKFRS 11 might result in changes in the classification of the Group's joint arrangements and their accounting treatments. Specifically, the Group's jointly controlled entities that are currently accounted for using proportionate consolidation will have to be accounted for using the equity method of accounting.

Other than disclosed above, the directors of the Company anticipate that the application of these new or revised standards will have no material impact on the results and the financial position of the Group.

3. SEGMENT INFORMATION

Information reported to the Group's executive directors, being the chief operating decision maker, for the purposes of resources allocation and assessment of segment performance focuses on types of goods or services delivered or provided. Previously, the Group's operating and reportable segments under HKFRS 8 are as follows:

- Exploration and trading of mineral properties — exploration and trading of uranium and coal;
- Manufacture and distribution of die casting parts — manufacture and distribution of aluminium, zinc and magnesium die casting parts

As described in more detail in note 6, the Group discontinued a reportable and operating segment regarding the manufacture and distribution of die casting parts during the period. Accordingly, the segment information regarding its continuing operations reported below does not include the amounts for the manufacture and distribution of die casting parts. The comparative figures related to discontinued operations have been re-presented.

The following is an analysis for the Group's revenue and results regarding the sole reportable and operating segment, i.e. the exploration and trading of mineral properties, for the current and prior periods:

	Six months ended 30th June,	
	2011	2010
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Segment revenue	**—**	—
Segment loss	**(1,576)**	(4,716)
Share of loss of an associate	**(4,322)**	—
Interest income	**1,030**	51
Central administration costs	**(5,119)**	(9,600)
Effective interest expenses on convertible notes	**(21,185)**	(12,749)
Loss before taxation (continuing operations)	**(31,172)**	(27,014)

During the period, the Group has not yet commenced trading of its mineral properties.

Segment loss represents the loss incurred by the segment without allocation of share of loss of an associate, interest income, central administration costs and effective interest expenses on convertible notes.

4. LOSS BEFORE TAXATION

	Six months ended 30th June,	
	2011	2010
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
		(restated)
Loss before taxation from continuing operations has been arrived at after charging (crediting):		
Depreciation of property, plant and equipment	**324**	61
Loss on disposal of property, plant and equipment	**37**	6
Net exchange (gains) losses	**(3,467)**	241
Interest income	**(1,030)**	(51)

5. TAXATION CREDIT

	Six months ended 30th June,	
	2011	2010
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
		(restated)
Continuing operations		
Deferred taxation credit	**2,069**	602

The taxation credit represents deferred taxation arising from the temporary difference on convertible notes during both periods.

No provision for Hong Kong Profits Tax and income tax in other jurisdictions has been made in the condensed consolidated financial statements as the Group has no assessable profits for both periods.

6. DISCONTINUED OPERATIONS/DISPOSAL GROUP HELD FOR SALE

On 7th May, 2011, the Company entered into a conditional sale agreement to dispose of its 100% equity interest in United Non-Ferrous (Overseas) Limited ("United Non-Ferrous") together with its subsidiaries (collectively referred to as the "Disposal Group") at a consideration of HK$159,000,000. The Disposal Group carried out all of the Group's manufacture and distribution of die casting parts, which are classified as discontinued operations. Details of the transaction are set out in the Company's circular dated 15th June, 2011.

The assets and liabilities attributable to the Disposal Group which are expected to be sold within next twelve months are classified as a disposal group held for sale and are separately presented in the condensed consolidated statement of financial position at 30th June, 2011.

Subsequently, on 29th July, 2011, the disposal was completed. The sale proceeds exceed the net carrying amounts of the relevant assets and liabilities and, accordingly, no impairment loss has been recognised. The directors of the Company expect that a gain on disposal of the Disposal Group would be recognised in the condensed consolidated statement of comprehensive income at the effective date of disposal. However, the financial effect cannot be reliably estimated up to the date of the issuance of the report.

7. DIVIDENDS

No dividends were paid, declared or proposed during the current and prior period. The directors do not recommend the payment of an interim dividend.

8. LOSS PER SHARE

From continuing and discontinued operations

The calculation of basic and diluted loss per share attributable to the owners of the Company is based on the following data:

	Six months ended 30th June,	
	2011	2010
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Loss for the period attributable to owners of the Company	**(34,898)**	(28,305)

	Six months ended 30th June,	
	2011	2010
Number of ordinary shares for the purposes of basic and diluted loss per share	**429,168,308**	429,168,308

From continuing operations

The calculation of the basic and diluted loss per share from continuing operations attributable to the owners of the Company is based on the following data:

	Six months ended 30th June, 2011 HK$'000 (unaudited)	2010 HK$'000 (unaudited)
Losses figures are calculated as follows:		
Loss for the period attributable to owners of the Company	**(34,898)**	(28,305)
Less: Loss for the period from discontinued operations	**5,795**	1,893
Loss for the purpose of calculating basic and diluted loss per share from continuing operations	**(29,103)**	(26,412)

The denominators used are the same as those detailed above for both basic and diluted loss per share.

From discontinued operations

Basic and diluted loss per share from discontinued operations is HK1.4 cents per share (six months ended 30th June, 2010: HK0.4 cents per share), based on the loss for the period from discontinued operations of HK$5,795,000 (six months ended 30th June, 2010: HK$1,893,000) and the denominators detailed above for both basic and diluted loss per share.

The computation of diluted loss per share for both periods does not assume the conversion of the Group's convertible notes as the conversion of convertible notes would result in a decrease in loss per share.

9. TRADE AND OTHER RECEIVABLES AND PREPAYMENTS

The Group allows an average credit period ranging from 30 to 90 days to its trade customers. The following is an analysis of trade receivables by age, presented based on the invoice date (net of allowance for doubtful debts):

	30th June, 2011 HK$'000 (unaudited)	31st December, 2010 HK$'000 (audited)
Trade receivables		
0 to 30 days	**32,096**	15,671
31 to 60 days	**2,113**	11,616
61 to 90 days	**913**	7,044
91 to 120 days	**374**	1,326
Over 120 days	**2,718**	1,277
	38,214	36,934
Deposit paid	**2,753**	2,689
Other receivables	**7,660**	3,170
Prepayments	**7,218**	1,985
	55,845	44,778
Less: Trade and other receivables and prepayments included in assets classified as held for sale	**(50,626)**	—
	5,219	44,778

10. TRADE AND OTHER PAYABLES AND ACCRUALS

The following is an analysis of trade payables by age, presented based on the invoice date:

	30th June, 2011 *HK$'000* **(unaudited)**	31st December, 2010 *HK$'000* (audited)
Trade payables		
0 to 30 days	**9,693**	4,103
31 to 60 days	**42**	2,464
61 to 90 days	**48**	542
91 to 120 days	**68**	22
Over 120 days	**197**	174
	10,048	7,305
Accruals	**4,279**	13,574
Deposits received	**3,142**	2,823
Other payables	**1,865**	9,967
	19,334	33,669
Less: Trade and other payables and accruals included in liabilities associated with assets classified as held for sale	**(17,073)**	—
	2,261	33,669

MANAGEMENT DISCUSSION & ANALYSIS

During the Period under review, the Group was principally engaged in (i) the manufacture and distribution of die casting parts; and (ii) the exploration and trading of mineral properties. On 7th May, 2011, the Company entered into an agreement with, amongst others, a purchaser, pursuant to which the Company agreed to sell and the purchaser agreed to purchase the entire interest in United Non-Ferrous (Overseas) Limited ("United Non-Ferrous") (the "Disposal") held by the Company. United Non-Ferrous and its subsidiaries (collectively the "Disposal Group") hold the die-casting assets and business of the Group. The Disposal was completed on 29th July, 2011. The business outlook of the Disposal Group was overshadowed by the raw material prices hikes, domestic labour shortages and wages surges. The management considers that the Disposal represents a good opportunity for the Group to realize the Disposal Group, which has been incurring operating losses for the past years. The Disposal will enable the Group to better utilize and redeploy the Group's resources to improve its balance sheet and liquidity position. Following completion of the Disposal, the Group will continue to engage in the exploration and trading of mineral properties.

Business review

Due to the Disposal, the comprehensive income statement for the Period was presented under the headings of continuing operations (the operations of the Group other than the Disposal Group, which consist of the exploration and trading of mineral properties business) and discontinued operations (the operations of the Disposal Group which consist of the die-casting business).

Continuing operations

Other income of the continuing operations increased by seven-fold mainly due to the exchange gains from the appreciation of Renminbi deposits during the Period under review. There was a decrease of approximately of 31.7% to approximately HK$10,162,000 (six months ended 30th June, 2010: approximately HK$14,885,000) of administrative and other expenses of the continuing operations, due to the absence of the service fees of intermediaries and professionals in respect of the acquisition of uranium resources investment for the Period under review when compared to the corresponding period last year. Share of loss of an associate of approximately HK$4,322,000 was related to the equity share of loss of société des Mines d'Azelik S.A. ("SOMINA") through the acquisition of Ideal Mining Limited ("Ideal Mining") in March 2010 for the Period under review. The effective interest expenses on convertible notes for the Period under review increased by approximately 66.2% to approximately HK$21,185,000 (for the six months ended 30th June, 2010: approximately HK$12,749,000) as a result of the issuance of the HK$414 million convertible notes on 25th March, 2010.

Discontinued operations

The operating results of the Group for the Period were primarily derived from the die casting business which was subsequently disposal on 29th July, 2011. The revenue of the Period under review decreased by approximately 2.1% to approximately HK$78,763,000 (for the six months ended 30th June, 2010: approximately HK$80,458,000) due to the slowdown of the economy of the United States of America and the expiration of one of the die casting projects for supplying automotive parts. The rise in material costs and the minimum labour wages in the PRC had pushed up the cost of sales which increased by approximately 4.4% to approximately HK$73,954,000 (for the six months ended 30th June, 2010: approximately HK$70,837,000). Selling and distribution costs decreased by approximately 48.5% to approximately HK$1,527,000 (for the six months ended 30th June, 2010: approximately HK$2,963,000) due to the savings in distribution costs resulted by the slowdown of export sales. The administrative and other expenses of the discontinued operations for the Period under review decreased by approximately 1.3% to approximately HK$8,816,000 (six months ended 30th June, 2010: approximately 8,930,000) which remained in line with the corresponding period last year.

Comprehensive expense for the Period

Summing up the combined effects of the foregoing, loss after taxation for the Period amounted to approximately HK$34,898,000 (six months ended 30th June, 2010: loss of approximately HK$28,305,000). After taken into account of the exchange differences arising on translation of foreign currencies, the total comprehensive expenses for the Period amounted to approximately HK$33,626,000 (for the six months ended 30th June, 2010: approximately HK$27,831,000).

Future strategy and outlook

Following completion of the Disposal, the Group will continue to engage in the exploration and trading of mineral properties. The two existing uranium projects, one in Mongolia and the other one with 37.2% ownership in Niger, held by the Group are in their initial stages, through which the continuing operations is destined to endow shareholders with substantial returns upon maturity. The Group will also continue to engage in its uranium product trading business which was commenced in 2010. The Group will look for opportunities and invest in overseas uranium resources business to serve the needs of the PRC's nuclear power development by identifying more suitable uranium projects of premier quality and in developing towards the directions of uranium product processing and nuclear energy compliant industries.

Human Resources Management

As at 30th June, 2011, the Group employed approximately 1,380 fulltime employees. The Group's remuneration package is determined with reference to the experience and qualifications of the individual's performance. The Group also ensures that all employees are provided with adequate training and continued professional opportunities according to their needs.

Liquidity and Financial Resources

The Group recorded a net cash inflow of approximately HK$31,951,000 during the Period, which was mainly due to the deposits received for disposal of assets and repayment from shareholders, resulting in cash-on-hand and bank balances of approximately HK$339,202,000 as at 30th June, 2011.

During the Period, the Group still held the uranium products purchased in 2010 for the continued operations. Debtors' turnover days for the discontinued operations increased from 80 days as at 31st December, 2010 to 89 days as at 30th June, 2011.

The Group's financial position remained healthy. The gearing ratio, which is represented by the ratio of total debts to total assets, amounted to 0.38 as at 30th June, 2011 (as at 31st December, 2010: 0.35).

The working capital of the Group was generally financed by internally generated cash flows from its operation and existing banking facilities. As at 30th June, 2011, the Group's cash-on-hand and bank balances for the continuing operations amounted to approximately HK$283,415,000 (as at 31st December, 2010: HK$306,797,000 for both continuing and discontinued operations) and unsecured bank loans which was associated with the discontinued operations and due within one year amounted to approximately HK$16,000,000 (as at 31st December, 2010: HK$16,000,000). The Group's net current assets and current liabilities amounted to HK$616,283,000 (as at 31st December, 2010: HK$574,625,000) and HK$178,459,000 (as at 31st December, 2010: HK$149,188,000) respectively as at 30th June, 2011.

Total shareholders' funds decreased from HK$950,839,000 as at 31st December, 2010 to HK$917,213,000 as at 30th June, 2011, as a result of the recognised loss incurred for the Period.

Acquisitions and Disposals of Subsidiaries and Associated Companies

Apart from the disposal of the 100% equity interest in United Non-Ferrous of the Company which was completed on 29th July, 2011, there were no material acquisitions and disposals of subsidiaries and associated companies for the Period.

Exposure to Foreign Exchange Risk

The Group's income, expenditure of raw materials, manufacturing, investment and borrowings are mainly denominated in USD, HKD, Mongolian Tugrik and RMB. Fluctuations of the exchange rates of Mongolian Tugrik and RMB against foreign currencies could affect the operating costs of the Group. Currencies other than Mongolian Tugrik and RMB were relatively stable during the Period, the Group did not expose to significant foreign exchange risk. The Group currently does not have a foreign currency hedging policy. However, management will continue to monitor foreign exchange exposure and will take prudence measure to minimize the currency translation risk. The Group will consider hedging significant foreign currency exposure should the need arise.

Capital Structure

There has been no significant change in the capital structure of the Group since 31st December, 2010.

Charge on Assets

Apart from the 37.2% of the share capital in SOMINA held by Ideal Mining pledged to a bank for banking facilities granted to SOMINA, there was no charge on the Group's assets during the Period (six months ended 30th June, 2010: apart from the shares in SOMINA, Nil).

Interim Dividend

The Board of Directors (the "Board") does not recommend the payment of an interim dividend for the Period (six months ended 30th June, 2010: Nil).

Purchase, Sale or Redemption of the Company's Listed Securities

During the Period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

Code on Corporate Governance Practices

The Company has complied with the code provisions laid down in the Code on Corporate Governance Practices (the "CG Code") as set out in Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") throughout the Period.

Model Code for Securities Transactions by Directors

The Company has adopted a code of conduct regarding securities transactions by directors on terms no less exacting than the required standard set out in Appendix 10 Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") of the Listing Rules. The Company has received confirmation from all directors that they have complied with the required standard set out in the Model Code and the code of conduct regarding securities transactions by directors adopted by the Company throughout the Period.

Audit Committee

An Audit Committee has been established by the Company for the purpose of reviewing and providing supervision on the financial reporting process and internal control of the Group. The Audit Committee comprises three independent non-executive directors namely, Mr. Cheong Ying Chew Henry, Mr. Cui Liguo and Mr. Zhang Lei, and one non-executive director namely Mr. Chen Xinyang. Mr. Cheong Ying Chew Henry is the Chairman of the Audit Committee.

Remuneration Committee

In accordance with the requirements of the CG Code, a Remuneration Committee has been established by the Company to consider the remuneration of directors of the Company. The Remuneration Committee comprises three independent non-executive directors namely Mr. Cheong Ying Chew Henry, Mr. Cui Liguo and Mr. Zhang Lei, one executive director namely Mr. Han Ruiping and one non-executive director namely Mr. Chen Xinyang. Mr. Han Ruiping is the Chairman of the Remuneration Committee.

Disclosure of Information on the Website of The Stock Exchange

The electronic version of this announcement will be published on the website of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") (http://www.hkexnews.hk). An interim report for the six months ended 30th June, 2011 containing all the information required by Appendix 16 of the Listing Rules will be despatched to shareholders and published on the website of the Stock Exchange as well as the Company in due course.

Appreciation

The Board would like to take this opportunity to thank our shareholders, the management and our staff members for their dedication and support.

On behalf of the Board
CNNC International Limited
中核國際有限公司*
Chairman
Qiu Jiangang

Hong Kong, 30th August, 2011

As of the date of this announcement, the Board comprises non-executive director and chairman, namely Mr. Qiu Jiangang, executive directors, namely, Mr. Han Ruiping and Mr. Xu Hongchao, non-executive director, namely, Mr. Chen Xinyang and independent non-executive directors, namely, Mr. Cheong Ying Chew Henry, Mr. Cui Liguo and Mr. Zhang Lei.

* *For identification purpose only*