濱 海 投 資 有 限 公 司
BINHAI INVESTMENT COMPANY LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 2886)

POSITIVE PROFIT ALERT

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that, based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2017, the profit attributable to equity holders of the Company for the six months ended 30 June 2017 is expected to show a significant increase of over 100% as compared to that for the corresponding period in 2016.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made by Binhai Investment Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rule**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Future Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**").

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2017, the profit attributable to equity holders of the Company for the six months ended 30 June 2017 is expected to show a significant increase of over 100% as compared to that for the corresponding period in 2016. Such significant increase was mainly due to (i) increase in foreign exchange gain resulting from the appreciation of Renminbi; (ii) reduced finance costs and (iii) less income tax expenses owing to the granting of preferential tax treatment to the Company's subsidiaries operating in Tianjin and Zhuozhou.

The information contained in this announcement is only based on information currently available to the Company and the Board's preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2017, subject to finalization and other potential adjustments (if necessary), and is not based on any figures or information audited or reviewed by the auditor or audit committee of the Company. Such information may not necessarily be indicative of any particular trend for the financial results of the Group for the year ending 31 December 2017. Shareholders and potential investors are advised to carefully read the interim results announcement of the Group for the six months ended 30 June 2017 when available, which is expected to be published on 18 August 2017.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Binhai Investment Company Limited
Gao Liang
Executive Director

Hong Kong, 27 July 2017

As at the date of this announcement, the Board comprises two executive directors, namely Mr. ZHANG Bing Jun, Mr. GAO Liang, six non-executive directors, namely, Mr. SHEN Xiao Lin, Mr. ZHANG Jun, Mr. WANG Gang, Ms. ZHU Wen Fang, Ms. SHI Jing and Mr. HE Xiangli and four independent non-executive directors, namely Mr. IP Shing Hing, J.P., Professor Japhet Sebastian LAW, Mr. TSE Tak Yin and Mr. LAU Siu Ki, Kevin.