CHINA LNG GROUP LIMITED

中國天然氣集團有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 931)

(1) COMPLETION OF CONNECTED TRANSACTION AND DISCLOSEABLE TRANSACTION ANNOUNCED ON 9 JUNE 2017 IN CONNECTION WITH: DISPOSAL OF TWO WHOLLY-OWNED PROPERTIES SUBSIDIARIES AND DISPOSAL OF EQUITY INTEREST IN CHINA LNG FINANCE LEASING CO LTD AND SHANGHAI GANGHONG FINANCE LEASING CO LTD AND (2) PROFIT WARNING

COMPLETION OF CONNECTED TRANSACTION AND DISCLOSEABLE TRANSACTION ANNOUNCED ON 9 JUNE 2017 IN CONNECTION WITH: DISPOSAL OF TWO WHOLLY-OWNED PROPERTIES SUBSIDIARIES AND DISPOSAL OF EQUITY INTEREST IN CHINA LNG FINANCE LEASING CO LTD AND SHANGHAI GANGHONG FINANCE LEASING CO LTD

The Board is pleased to announce that all of the conditions precedent have been satisfied and that completion took place on the date of this announcement.

PROFIT WARNING

The Board of Directors of the Company wishes to inform shareholders of the Company and potential investors that, based on the Management Accounts of the Group for the six months ended 30 June 2017 and assessment of the information currently available to the Board, the Group is expected to record a net loss for the six months ended 30 June 2017 as compared to a net profit for the six months ended 30 June 2016.

COMPLETION OF CONNECTED TRANSACTION AND DISCLOSEABLE TRANSACTION ANNOUNCED ON 9 JUNE 2017 IN CONNECTION WITH: DISPOSAL OF TWO WHOLLY-OWNED PROPERTIES SUBSIDIARIES AND DISPOSAL OF EQUITY INTEREST IN CHINA LNG FINANCE LEASING CO LTD AND SHANGHAI GANGHONG FINANCE LEASING CO LTD

References are made to the announcement issued by China LNG Group Limited (the "**Company**", together with its subsidiaries as the "**Group**") dated 9 June 2017 (the "**Announcement**") in relation to the disposal of two wholly-owned properties subsidiaries, ACE Vantage Investments Limited ("**ACE**") and Smart Look Limited ("**SLL**") and disposal of equity interests in China LNG Finance Leasing Co Limited and Shanghai Ganghong Finance Leasing Co Limited.

The Board is pleased to announce that all of the conditions precedent have been satisfied and that completion took place on the date of this announcement.

Following completion, ACE and SLL ceased to be subsidiaries of the Company and accordingly their results will no longer be consolidated into the financial statements of the Company. While China LNG Finance Leasing Co Ltd and Shanghai Ganghong Finance Leasing Co Ltd continue to be subsidiaries of the Company and their financial results will continue to be consolidated into the consolidated financial statements of the Group.

PROFIT WARNING

This announcement is made by the Company pursuant to the Inside Information Provisions (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong) and Rule 13.09(2)(a) of the Listing Rules.

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform shareholders of the Company and potential investors that, based on a preliminary review of the unaudited and unreviewed management accounts (the "**Management Accounts**") of the Group for the six months ended 30 June 2017 and assessment of the information currently available to the Board, the Group is expected to record a net loss for the six months ended 30 June 2017 as compared to a net profit for the six months ended 30 June 2016. The estimated loss was mainly (i) realised loss on disposal of derivative financial instrument, (ii) realised loss on disposal of financial assets and (iii) set up expenses incurred for formation of LNG companies and projects in the PRC.

The Company is still in the process of finalising the results for the period ended 30 June 2017. As such, the information contained in this announcement is based on the preliminary assessment of the Management Accounts of the Group, which has not been reviewed by the Company's auditors and the audit committee. The interim results of the Group for the period ended 30 June 2017 is expected to be announced before the end of August 2017.

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

By Order of the Board
China LNG Group Limited
Kan Che Kin, Billy Albert
Chairman

Hong Kong, 7 August 2017

As at the date of this announcement, the executive Directors are Mr. Kan Che Kin, Billy Albert, Mr. Chen Li Bo and Mr. Li Kai Yien, Arthur Albert; the non-executive Directors are Mr. Simon Murray and Dr. Lam, Lee G.; and the independent non-executive Directors are Mr. Li Siu Yui, Mr. Au Yeung Po Fung and Mr. Lam Lum Lee.

* *for identification purpose only*