CHINA GAS HOLDINGS LIMITED
中國燃氣控股有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 384)

POSITIVE PROFIT ALERT

This announcement is made by China Gas Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the "**Board**") of the Company wishes to inform the shareholders of the Company and potential investors that, based on the preliminary review of the consolidated management accounts of the Group for the six months ended 30 September 2017, the consolidated net profit attributable to the owners of the Company for the six months ended 30 September 2017 is expected to increase by more than 90% when compared with that for the six months ended 30 September 2016. Such expected increase was mainly attributable to the outstanding financial and operation performance recorded by the Group in its natural gas sales, users connection and value-added business. In particular, the Group is benefited from natural gas utilization policies, including "coal-to-gas conversion" for industrial and commercial users in the PRC and the township "replacement of coal with gas" in North China, as well as the business growth brought by the Group's investments in relevant projects and its effective implementation of operational and management measures.

This positive profit alert announcement is only based on the Company's preliminary review of the consolidated financial statements of the Group, which are subject to finalization.

The Company is in the process of finalizing the unaudited interim results of the Group for the six months ended 30 September 2017, which are expected to be published on 27 November 2017.

Shareholders of the Company and potential investors are advised to read the unaudited interim results announcement of the Group when it is published.

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

By order of the Board
China Gas Holdings Limited
ZHOU Si
Chairman

Hong Kong, 14 November 2017

As at the date of this announcement, Mr. ZHOU Si, Mr. LIU Ming Hui, Mr. HUANG Yong, Mr. ZHU Weiwei, Mr. MA Jinlong and Ms. LI Ching are the executive directors of the Company, Mr. YU Jeong Joon, Mr. LIU Mingxing, Mr. Arun Kumar MANCHANDA and Mr. JIANG Xinhao are the non-executive directors of the Company and Mr. ZHAO Yuhua, Dr. MAO Erwan, Ms. WONG Sin Yue Cynthia, Mr. HO Yeung and Ms. CHEN Yanyan are the independent non-executive directors of the Company.

* *For identification purpose only*