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CHINA AGRI-INDUSTRIES HOLDINGS LIMITED

中國糧油控股有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 606)

ANNOUNCEMENT IN RELATION TO THE ESTIMATED INTERIM RESULTS FOR 2018

This announcement is made by the Company pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance and Rule 13.09(2)(a) of the Listing Rules. Based on the Group's unaudited consolidated management accounts for the six months ended 30 June 2018, the Company is expected to record a profit attributable to owners of the Company from the continuing operations of approximately HK\$750 million, representing a significant increase of approximately 60% as compared to the same for the corresponding period of 2017. However, due to the completion of the disposal of the biochemical and biofuel business (which was classified as discontinued operation) by the Company on 27 December 2017, the profit attributable to owners of the Company during the current period is expected to be approximately HK\$750 million as compared to the profit attributable to owners of the Company of HK\$1,059 million for the corresponding period of 2017.

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

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

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company and potential investors that based on the Group's unaudited consolidated management accounts for the six months ended 30 June 2018, the Company is expected to record a profit attributable to owners of the Company from the continuing operations of approximately HK\$750 million, representing a significant increase of approximately 60% as compared to the same for the corresponding period of 2017. However, due to the completion of the disposal of the biochemical and biofuel business (which was classified as discontinued operation) by the Company on 27 December 2017, the profit attributable to owners of the Company during the current period is expected to be approximately HK\$750 million as compared to the profit attributable to owners of the Company of HK\$1,059 million for the corresponding period of 2017.

The Board believes that such rise in profit of the continuing operations of the Group as compared to that of the corresponding period last year was mainly attributable to the continuous increase in sales volume of major products such as oilseed meals, vegetable oil, rice and flour. Following the acquisition of the consumer-pack edible oil business in 2017, the Group aligned itself with the consumption's development trend, actively promoted research and development on innovative products and optimised the products mix, which increased the scale of the branded business and further expanded our market position. The overall business scale and gross profit margin continued growing and the performance of the continuing operations showed a significant increase as compared to the corresponding period of 2017. In the meantime, management will continue to monitor development within international trade and changes to market and industry conditions with a view to promoting stable business operations.

The information contained in this announcement is only based on the preliminary assessment made by the Company with reference to the Group's unaudited consolidated management accounts for the six months ended 30 June 2018, which have not been reviewed or audited by the Company's auditor. Shareholders of the Company and potential investors are advised to read the Company's interim results announcement for the six months ended 30 June 2018 which will be published before the end of August 2018.

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

By Order of the Board
China Agri-Industries Holdings Limited
DONG Wei
Chairman

Hong Kong, 17 July 2018

As at the date of this announcement, the Board comprises: Mr. DONG Wei as chairman of the Board and executive director; Mr. WANG Qingrong and Ms. YANG Hong as executive directors; Mr. JIA Peng and Mr. MENG Qingguo as non-executive directors; and Mr. LAM Wai Hon, Ambrose, Mr. Patrick Vincent VIZZONE and Mr. ONG Teck Chye as independent non-executive directors.