

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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 ANNUAL 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 year ended 31 December 2018, the Company is expected to record a profit attributable to owners of the Company from the continuing operations of approximately HK\$1,332 million for the Year, which remained stable as compared to approximately HK\$1,298 million for 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 for the Year is expected to be approximately HK\$1,332 million as compared to approximately HK\$3,042 million for 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**”, 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 year ended 31 December 2018 (the “**Year**”), the Company is expected to record a profit attributable to owners of the Company from the continuing operations of approximately HK\$1,332 million for the Year, which remained stable as compared to approximately HK\$1,298 million for 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 for the Year is expected to be approximately HK\$1,332 million as compared to approximately HK\$3,042 million for 2017.

In 2018, more changes in monetary and trade policies of certain major global economies triggered market volatility and brought challenges to the Group's business operations. Under such circumstances, the management team adjusted business timing and pace to stabilise profitability through its ability to interpret and react to markets. At the same time, the Group continued to promote business development and strategic transformation, optimise product mix and increase resource input. Sales volume of continuing operations grew at a high level and sales volume of branded products also increased year-on-year. Notwithstanding the total impairment losses of approximately HK\$268 million due to ceased operation of a plant and the shutdowns of equipment during the Year, the profit attributable to owners of the Company from continuing operations for the Year remained stable on a year-on-year basis.

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 Year, 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 2018 annual results announcement which will be published before the end of March 2019.

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
LUAN Richeng
Chairman

Hong Kong, 11 January 2019

As at the date of this announcement, the Board comprises: Mr. LUAN Richeng as chairman of the Board and non-executive director; Mr. WANG Qingrong, Mr. XU Guanghong 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.