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

(Incorporated in Bermuda with limited liability)
(Stock Code: 2886)

PROFIT WARNING

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 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 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 year ended 31 December 2018, the profit attributable to owners of the Company for the year ended 31 December 2018 ("**Year 2018**") is expected to decrease by approximately 55% as compared to that for the year ended 31 December 2017 ("**Year 2017**"). Such significant decrease was mainly due to an increase in foreign exchange losses of approximately HK$220 million resulting from the depreciation of Renminbi and an increase in finance costs of the Group of approximately HK$44 million as compared to Year 2017. However, if the impact of foreign exchange gains or losses for Year 2017 and Year 2018 respectively (which are beyond the Group's control) is excluded, the profit attributable to owners of the Company for Year 2018 would be expected to increase by approximately 85% as compared to that for Year 2017.

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 Year 2018. Such information and accounts are subject to finalization and other potential adjustments (if necessary), and are not based on any figures or information audited or reviewed by the auditor or the audit committee of the Company. Shareholders and potential investors are advised to carefully read the final results announcement of the Group for Year 2018, which is expected to be announced on or about 15 March 2019.

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, 13 February 2019

As at the date of this announcement, the Board comprises two executive Directors, namely, Mr. Zhang Bing Jun and Mr. Gao Liang, four non-executive Directors, namely, Mr. Shen Xiao Lin, Mr. Zhang Jun, Mr. Wang Gang and Mr. Yu Ke Xiang, 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.