CHINA GLASS HOLDINGS LIMITED

中國玻璃控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 3300)

PROFIT WARNING

This announcement is made by China Glass Holdings 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 under 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 and potential investors of the Company that, according to its preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2020 and other information currently available, the Group expects to record a loss of not less than RMB250 million for the six months ended 30 June 2020, as compared to a net profit of approximately RMB50.14 million recorded for the corresponding period in 2019. The loss recorded by the Group for the six months ended 30 June 2020 was mainly attributable to the combined effects of, among others, (i) a net gain amounting to approximately RMB194 million during the corresponding period in 2019 was from the government compensation for relocation of production plants and no such event happened during the six months ended 30 June 2020; and (ii) the amount of impairment losses recognised on the Group's trade and other receivables increased to approximately RMB115 million as compared to RMB4 million for the corresponding period in 2019, which was mainly due to the outbreak of the novel coronavirus ("**COVID-19**") that affected the repayment abilities of the Group's debtors. Except for the above-mentioned impacts, the Group's business operations continued to run steadily, and both sales volume and gross profit for the six months ended 30 June 2020 increased as compared to the corresponding period in 2019. The Board believes that the impact caused by the outbreak of the COVID-19 could be temporarily and the Group will grasp opportunities to grow in the second half year of 2020.

As the Company is still in the process of finalising the interim results of the Group for the six months ended 30 June 2020, the information contained in this announcement is only based on the Board's preliminary review of the information of the Group currently available to the Board, which includes, inter alia, the unaudited consolidated management accounts for the six months ended 30 June 2020 which has not been reviewed by the auditors and audit committee of the Company and is subject to adjustments as may be required. The actual results of the Group for the six months ended 30 June 2020 may be different from the disclosure herein.

Shareholders and potential investors of the Company should read carefully the announcement on interim results of the Group for the six months ended 30 June 2020, which is expected to be published by the end of August 2020 pursuant to the requirements of the Listing Rules.

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

By Order of the Board
China Glass Holdings Limited
Cui Xiangdong
Executive Director

Hong Kong, 13 August 2020

As at the date of this announcement, the directors of the Company are as follows:

Executive Director:
Mr. Cui Xiangdong

Non-executive Directors:
Mr. Peng Shou *(Chairman)*; Mr. Zhao John Huan; Mr. Zhou Cheng *(Honorary Chairman)*; and Mr. Zhang Jinshu

Independent Non-executive Directors:
Mr. Zhang Baiheng; Mr. Zhao Lihua; and Mr. Chen Huachen

* *For identification purpose only*