IRICO

彩虹集團新能源股份有限公司
IRICO GROUP NEW ENERGY COMPANY LIMITED*

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 0438)

POSITIVE PROFIT ALERT

This announcement is made by IRICO Group New Energy 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).

In 2020, under the adverse impact such as the decline in gross margin of the new material and components business, the Group paid all attention to the development of photovoltaic glass and improved the capital structure by further strengthening the centralized and unified procurement, and thus the operating costs have been effectively controlled. Meanwhile, benefiting from the strong demand in the photovoltaic glass market, the average price and gross profit ratio of the photovoltaic glass products rise as a whole. The board of directors of the Company (the "**Board**") is pleased to announce that the Company is expected to realise net profit attributable to shareholders of the listed company of RMB212 million to RMB228 million for the year ended 31 December 2020, representing a substantial increase of approximately 127% to 145% as compared to that of the last year.

The financial information for the year ended 31 December 2020 set out above is solely based on preliminary assessment by the Company in accordance with the unaudited management accounts (prepared in accordance with the PRC Accounting Standards for Business Enterprises) and is not based on the financial information audited or reviewed by the Company's auditors. Shareholders and potential investors of the Company should note that detailed information on the Group's performance for the year ended 31 December 2020 will be disclosed in its annual results announcement for the same period to be published in due course. There may be differences between such information and the estimated financial information set out above.

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

By order of the Board
IRICO Group New Energy Company Limited*
Si Yuncong
Chairman

Shaanxi Province, the PRC
24 February 2021

As at the date of this announcement, the Board of the Company consists of Mr. Si Yuncong and Mr. Tong Xiaofei as executive directors, Mr. Fan Laiying and Mr. Ni Huadong as non-executive directors, and Mr. Feng Bing, Mr. Wang Jialu and Mr. Wang Zhicheng as independent non-executive directors.

* *For identification purpose only*