

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.



(Incorporated in the Cayman Islands with limited liability)

(Stock code: 228)

POSITIVE PROFIT ALERT

This announcement is made by China Energy Development Holdings Limited (the “**Company**”) 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 (the “**Board**”) of directors (the “**Directors**”) of the Company is pleased to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on a preliminary review of the unaudited consolidated management accounts (the “**Management Accounts**”) of the Company and its subsidiaries (the “**Group**”) for the year ended 31 December 2021 (“**FY2021**”) and information available to the Board, the Group is expected to record a profit attributable to owners of the Company of approximately HK\$119.7 million for FY2021 whereas the loss attributable to owners of the Company was approximately HK\$14.17 million for the corresponding period of 2020. The Company is of the view that the turnaround is due to the main reasons as follows:

- (i) a significant increase of over 100% in the revenue as compared to last year, due to the significant increase in natural gas production and sales resulted from the gradual coming into operation of productivity construction works and facilities at North Kashi Block, Tarim Basin, China (the “**Kashi Project**”); and
- (ii) the written-back of impairment loss in the past of the Kashi Project recorded this year.

* For identification purposes only

The Company is still in the process of finalizing its annual results announcement for FY2021 (the “**Annual Results Announcement**”). The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the Management Accounts and information which have not been finalized, reviewed nor audited, and may be materially different from the Annual Results Announcement. Shareholders and potential investors are advised to read the details contained in the Annual Results Announcement which is currently expected to be published on 23 March 2022.

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 Energy Development Holdings Limited
Zhao Guoqiang
Chief Executive Officer & Executive Director

Hong Kong, 16 March 2022

As at the date of this announcement, the Board comprises Mr. Zhao Guoqiang (Chief Executive Officer and alternate director to Dr. Gu Quan Rong) as an executive Director; Dr. Gu Quan Rong as a non-executive Director; and Mr. Zong Ketao, Mr. Cheng Chun Ying and Mr. Lee Man Tai as independent non-executive Directors.