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中船海洋与防务装备股份有限公司
CSSC OFFSHORE & MARINE ENGINEERING (GROUP) COMPANY LIMITED

(A joint stock limited liability company incorporated in the People's Republic of China)
(H Shares Stock Code: 00317)

ANNOUNCEMENT ON THE ESTIMATED POSITIVE PROFIT ALERT FOR THE INTERIM RESULT OF 2022

This announcement is made by CSSC Offshore & Marine Engineering (Group) Company Limited (the "Company") pursuant to the requirement of Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) for the purpose of providing shareholders of the Company and the public with the financial information of the Company. This announcement is also published in accordance with Rule 13.10B of the Listing Rules as it is also published on the Shanghai Stock Exchange.

The estimated data stated in this announcement is only the preliminary accounting data of the financial department of the Company. Please refer to the 2022 interim report to be officially disclosed by the Company for specific and accurate financial data. Investors are reminded to exercise caution when making investment decisions.

The board of directors and all directors of the Company hereby warrant that the contents of this announcement do not contain any false representation, misleading statement or material omission, and accept full responsibility for the truthfulness, accuracy and completeness of the information contained in this announcement.

I. ESTIMATED RESULTS FOR THE CURRENT PERIOD

(I) Period covered by the estimated results

From 1 January 2022 to 30 June 2022.

(II) Estimated results

1. Based on the preliminary estimation by the financial department of the Company, it is estimated that the Company will record net profit attributable to the owners of the parent company between RMB16 million and RMB22 million, turning losses into profit, as compared with the same period of the previous year.

2. It is estimated that the Company will record net profit attributable to the owners of the parent company, net of non-recurring gains and losses between RMB2 million and RMB3 million, an improvement compared to the same period of the previous year.

(III) The estimated results have not been audited by any certified accountants.

II. RESULTS AND FINANCIAL POSITION OF THE CORRESPONDING PERIOD OF THE PREVIOUS YEAR

(I) The net profit attributable to the owners of the parent company: RMB-95.0426 million. The net profit attributable to the owners of the parent company, net of non-recurring gains and losses: RMB-135.3800 million.

(II) The earnings per share: RMB-0.0672.

III. MAIN REASONS FOR THE ESTIMATED POSITIVE PROFIT FOR THE CURRENT PERIOD

(I) The Company's overall production efficiency has increased and the consolidated gross profit of the products has improved.

(II) The progress payments for shipping products increased, operating cash flow improved significantly and finance costs decreased year-on-year.

IV. RISK WARNING

The above estimated results are preliminary calculations conducted by the financial department of the Company based on its own professional judgment and have not been audited by a certified public accountant. The Company has no material uncertain factor that may affect the accuracy of the contents of these estimated results.

V. OTHER MATTERS

The estimated data above is only the preliminary accounting data. Please refer to the 2022 interim report to be officially disclosed by the Company for specific and accurate financial information. Investors are reminded to exercise caution when making investment decisions.

By order of the Board
CSSC Offshore & Marine Engineering (Group) Company Limited
Li Zhidong
Company Secretary

Guangzhou, 12 July 2022

As at the date of this announcement, the Board comprises eleven Directors, namely executive Directors Mr. Han Guangde, Mr. Chen Liping and Mr. Xiang Huiming; non-executive Directors Mr. Chen Zhongqian, Mr. Chen Ji, Mr. Gu Yuan and Mr. Ren Kaijiang; and independent non-executive Directors Mr. Yu Shiyou, Mr. Lin Bin, Mr. Nie Wei and Mr. Li Zhijian.