北京金隅集團股份有限公司

BBMG Corporation*

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

(Stock Code: 2009)

PROFIT WARNING ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

This announcement is made pursuant to Rule 13.09(2) of 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 wishes to inform the shareholders of the Company and potential investors that, based on the Company's preliminary estimations and calculations, for the year ended 31 December 2022, the Group is expected to record a net profit attributable to shareholders of the listed company of approximately RMB1,200 million to RMB1,400 million, representing a year-on-year decrease of 59.1% to 52.3% and a net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss of approximately RMB-550 million to RMB-350 million, representing a year-on-year decrease of 132.7% to 120.8%.

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

This announcement is made by BBMG Corporation* (the "**Company**" and, together with its subsidiaries, the "**Group**") pursuant to 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 (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 of the Company and potential investors that, based on the Company's preliminary estimations and calculations, for the year ended 31 December 2022 (the "**Reporting Period**"), the Group is expected to record a net profit attributable to shareholders of the listed company of approximately RMB1,200 million to RMB1,400 million, representing a year-on-year decrease of 59.1% to 52.3% and a net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss of approximately RMB-550 million to RMB-350 million, representing a year-on-year decrease of 132.7% to 120.8%.

During the Reporting Period, due to various factors such as changing pandemic situation, the demand for cement was suppressed, and the sales volume of cement and clinker of the Company decreased year-on-year; at the same time, the average prices of coal and other raw and fuel materials increased significantly year-on-year, the costs of cement and clinker increased year-on-year. This has reduced the profitability of the cement business and also the new green building materials segment. As affected by the overall market environment and pandemic, the booked floor area of the Company's properties decreased significantly year-on-year with low level of booked gross profit margin, which lead to a significant decline in the profits of the property development business and the property development and operation segment.

The net profit attributable to shareholders of the listed company and the net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss for the year ended 31 December 2021 were approximately RMB2,933,014,500 and approximately RMB1,680,370,200 respectively and basic earnings per share was RMB0.27.

During the Reporting Period, the Group recorded (i) consolidated sales volume of cement and clinker of approximately 87.0 million tonnes, representing a decrease of approximately 13% from approximately 99.72 million tonnes of the same period of last year; and (ii) booked GFA of approximately 1,244.0 thousand square meters from property development, representing a decrease of approximately 32% from approximately 1,834.0 thousand square meters of the same period of last year.

The information in this announcement is based on the Company's preliminary estimations and calculations and has not been audited or reviewed by the independent auditors of the Company. Detailed audited financial information of the Group for the year ended 31 December 2022 will be announced in March 2023, which shall prevail over the information contained herein.

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
BBMG Corporation*
Jiang Yingwu
Executive Director

Beijing, the PRC, 9 January 2023

As at the date of this announcement, the executive directors of the Company are Jiang Yingwu, Wu Dong and Zheng Baojin; the non-executive directors of the Company are Wang Zhaojia and Gu Tiemin; and the independent non-executive directors of the Company are Yu Fei, Liu Taigang, Li Xiaohui, Hong Yongmiao and Tam Kin Fong.

* *English translation denotes for identification purposes only*