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中國基建港口有限公司*
CIG Yangtze Ports PLC

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8233)

INSIDE INFORMATION

This announcement is made by the Company pursuant to the Inside Information Provisions under Part XIVA of the SFO and the GEM Listing Rules.

The Board wishes to inform the Shareholders and potential investors of the Company that, based on a review of the Management Accounts of the Group for the six months ended 30 June 2016 and the information currently available to the Board, the Group is expected to report a decrease of approximately 60% to 70% in the ‘Profit for the period attributable to owners of the Company’ for the six months ended 30 June 2016 as compared with that of the Restated 2015 Comparative Figures. The Restated 2015 Comparative Figures reflected the restatement of results of the corresponding period of 2015 of the then Group as reported to include the performance of the Hannan Group, following the completion of the Hannan Acquisition. The expected decrease in ‘Profit for the period attributable to owners of the Company’ for the six months ended 30 June 2016 is mainly because Hannan Group recorded a significant Fair Value Gain arising from the change in fair value of investment properties of approximately HK\$29.7 million, net of tax for the six months ended 30 June 2015 while the expected gain for the six months period ended 30 June 2016, calculated based on the latest draft of the independent valuation report, is approximately HK\$5.6 million, net of tax.

However, if the performance of Hannan Group (including the Fair Value Gain) were to be excluded for the results for the six months ended 30 June 2016 and the Restated 2015 Comparative Figures, the ‘Profit for the period attributable to owners of the Company’ for the six months ended 30 June 2016 is expected to increase by approximately 15% to 25% on the approximately HK\$7.6 million for the corresponding period of 2015 before restatement, as previously reported. The expected increase is mainly attributable to the recognition of the estimated Negative Goodwill of approximately HK\$4.8 million, net of tax after non-controlling interest, on Shayang Guoli, acquired by the Group in late June 2016, in the statement of comprehensive income based on the latest draft of the independent valuation report.

The information contained in this announcement has been arrived at solely based on the preliminary assessment by the Board of the Management Accounts of the Group and the information currently available to the Board, and is not based on any figures or information that have been audited, confirmed or reviewed by auditor or the audit committee of the Company. Accordingly, the actual results of the Group for the six months ended 30 June 2016 may differ from what is disclosed herein.

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

This announcement is made by CIG Yangtze Ports PLC (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to the Inside Information Provisions (as defined in the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”)) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and Rule 17.10 of the GEM Listing Rules.

References are made to the announcements of the Company dated 28 November 2015, 4 December 2015, 18 December 2015, 22 February 2016, 29 February 2016, 31 March 2016, 29 April 2016 and the circular of the Company dated 26 May 2016 in relation to, among other things, the acquisition of the entire issued share capital of Zall Infrastructure Group Company Limited (“**Zall Infrastructure**”) by CIG Yangtze Corporate and Project Finance Limited, a wholly-owned subsidiary of the Company (the “**Hannan Acquisition**”).

Following the completion of the Hannan Acquisition in June 2016, Zall Infrastructure and its subsidiaries (collectively referred to as the “**Hannan Group**”) become members of the Group with the financial results of the Hannan Group being consolidated into the financial results of the Group. Upon and as a result of the completion of Hannan Acquisition, the Group’s comparative figures for the six months ended 30 June 2015 as previously reported are required to be restated in accordance with the relevant requirements under “Merger Accounting for business combination involves entities under common control” to include the results of operation of the Hannan Group as if the structure of the Group (with the results of operation of the Hannan Group included) had been in existence throughout the six months ended 30 June 2015 (the “**Restated 2015 Comparative Figures**”).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors of the Company that, based on a review of the unaudited consolidated management accounts of the Group for the six months period ended 30 June 2016 (the “**Management Accounts**”) and the information currently available to the Board, the Group is expected to report a decrease of approximately 60% to 70% in the ‘Profit for the period attributable to the owners for the Company’ for the six months ended 30 June 2016 as compared with that of the Restated 2015 Comparative Figures. The expected decrease in ‘Profit for the period attributable to owners of the Company’ for the six months ended 30 June 2016 is mainly because Hannan Group recorded a significant Fair Value Gain arising from the change in fair value of

investment properties (the “**Fair Value Gain**”) of approximately HK\$29.7 million, net of tax for the six months ended 30 June 2015 while the expected gain for the six months period ended 30 June 2016, calculated based on the latest draft of the independent valuation report, is approximately HK\$5.6 million, net of tax.

However, if the performance of Hannan Group (including the Fair Value Gain) were to be excluded for the six months ended 30 June 2016 and the Restated 2015 Comparative Figures, the ‘Profit for the period attributable to the owners for the Company’ for the six months ended 30 June 2016 is expected to increase by approximately 15% to 25% as compared with that for the six months ended 30 June 2015 before restatement, as previously reported. The expected increase is mainly attributable to the recognition of the estimated negative goodwill of approximately HK\$4.8 million, net of tax after non-controlling interest (“**Negative Goodwill**”), on the business valuation of Shayang County Guoli Transportation Investment Co., Limited* (沙洋縣國利交通投資有限公司) (“**Shayang Guoli**”), acquired by the Group in late June 2016, in the statement of comprehensive income based on the latest draft of the independent valuation report.

As the Company is still in the progress of finalising the consolidated results of the Group for the six months ended 30 June 2016 (including but not limited to the finalisation of (i) valuation for the investment properties of Hannan Group and (ii) the business valuation of Shayang Guoli, the information contained in this announcement is solely based on the preliminary assessment by the Board of the Group’s Management Accounts and the information currently available to the Board, and is not based on any figures or information that have been audited, confirmed or reviewed by auditor or the audit committee of the Company, the actual results of the Group for the six months ended 30 June 2016 may differ from what is disclosed herein. The results announcement of the Company for the six months ended 30 June 2016 is expected to be released on 10 August 2016.

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

By order of the Board
CIG Yangtze Ports PLC
Yan Zhi
Chairman

Hong Kong, 8 August 2016

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Xie Bingmu, Ms. Liu Qin and Mr. Duan Yan, two non-executive Directors namely Mr. Yan Zhi, Mr. Fang Yibing and three independent non-executive Directors namely Mr. Lee Kang Bor, Thomas, Dr. Mao Zhenhua and Mr. Wong Wai Keung, Frederick.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the Company's website at www.cigyangtzeports.com and the "Latest Company Announcement" page on the GEM website at www.hkgem.com for at least seven days of its posting.

** For identification purpose only*