

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.



中國秦發集團有限公司
CHINA QINFU GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 00866)

INSIDE INFORMATION

This announcement is made by China Qinfu Group 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 (Cap. 571 of the Laws of Hong Kong).

Reference is made to the announcement of the Company dated 9 August 2018 in respect of the debt restructuring (the “**Announcement**”). Unless otherwise defined, capitalized terms used herein shall have the same meanings as those defined in the Announcement.

The board of directors of the Company (the “**Board**”) wishes to update the shareholders of the Company on the information in respect of the Proposal entered into by the Group with the Current Creditor. Based on the preliminary review of the Group’s unaudited consolidated management accounts for the year ended 31 December 2018, it is expected that the Group will record a gain on debt restructuring before taxation of not less than RMB1,800,000,000 mainly due to the Debt Reduction.

On the other hand, the Group is expected to record a significant decrease of over 95% on the reversal of impairment on property, plant and equipment and coal mining rights for the year ended 31 December 2018 as compared to that for the year ended 31 December 2017.

The information contained in this announcement is only a preliminary assessment by the Company based on the unaudited consolidated management accounts of the Group for the year ended 31 December 2018 and the information currently available to the Board, which may be subject to adjustments, and is not based on any information or figures that have been reviewed or audited by the Company’s auditor.

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

By Order of the Board of
China Qinfu Group Limited
Mr. XU Da
Chairman

Guangzhou, 25 January 2019

As at the date of this announcement, the Board comprises Mr. XU Da, Mr. BAI Tao, Ms. WANG Jianfei and Mr. FUNG Wai Shing as the executive directors, and Mr. HUANG Guosheng, Mr. LAU Sik Yuen and Mr. SHA Zhenquan as the independent non-executive directors.