

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.



DA MING INTERNATIONAL HOLDINGS LIMITED

大明國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1090)

**UNAUDITED OPERATING STATISTICS
FOR THE PERIOD FROM 1 JULY 2016 TO 30 SEPTEMBER 2016**

The board of directors of Da Ming International Holdings Limited (the “**Company**”) is pleased to announce certain unaudited operating statistics of the Company and its subsidiaries (the “**Group**”) for the period from 1 July 2016 to 30 September 2016.

Stainless steel	Three months ended 30 September		% Change	Nine months ended 30 September		% Change
	2016	2015		2016	2015	
Sales volume (tonnes)	452,237	387,865	+16.6%	1,174,900	1,036,929	+13.3%
Processing volume (tonnes)	594,752	571,495	+4.1%	1,676,400	1,562,586	+7.3%
Processing multiple (note)	1.32	1.47		1.43	1.51	

Carbon steel	Three months ended 30 September		% Change	Nine months ended 30 September		% Change
	2016	2015		2016	2015	
Sales volume (tonnes)	340,611	213,938	+59.2%	792,500	509,046	+55.7%
Processing volume (tonnes)	307,891	181,968	+69.2%	730,500	437,738	+66.9%
Processing multiple (note)	0.90	0.85		0.92	0.86	

Note:

Processing multiple = Processing volume / Sales volume

Unaudited result	Three months ended 30 September		% Change	Nine months ended 30 September		% Change
	2016 RMB	2015 RMB		2016 RMB	2015 RMB	
Turnover	5,747.3 million	4,791.1 million	+20.0%	14,180.8 million	13,970.2 million	+1.5%
Net profit/(loss)	62.6 million	(107.6 million)	+158.2%	171.9 million	(195.5 million)	+187.9%

Business review

The increase in turnover for the nine months ended 30 September 2016 as compared with the nine months ended 30 September 2015 was due to the significant increase in the sales volume and processing volume of our carbon steel processing business. The increase was substantially offset by the decrease in the average market price of stainless steel and carbon steel raw materials.

The total sales volume and processing volume of the stainless steel processing services of the Group for the period from 1 July 2016 to 30 September 2016 amounted to 452,237 tonnes and 594,752 tonnes respectively representing an increase of approximately 16.6% and 4.1% respectively as compared with the same period last year.

The total sales volume and processing volume of the carbon steel processing services of the Group for the period from 1 July 2016 to 30 September 2016 amounted to 340,611 tonnes and 307,891 tonnes respectively representing an increase of approximately 59.2% and 69.2% respectively as compared with the same period last year.

The Group recorded an unaudited net profit of approximately RMB171.9 million for the nine months ended 30 September 2016. The increase in unaudited net profit was mainly due to the following factors:

- (i) Improvement in gross profit as a result of the increase in the sales volume and processing volume of our stainless steel and carbon steel processing services during the nine months ended 30 September 2016. Particularly, the increase in the sales volume and processing volume of our carbon steel processing services were more than 50% and 60% respectively;
- (ii) the market price of both stainless steel and carbon steel materials remain relatively stable and no additional inventory provision were made this year; and
- (iii) Improvement in operating efficiency due to the tighter control of operating expenses.

The above operating information is unaudited and is based on preliminary internal information of the Group, which may differ from the figures to be disclosed in the audited or unaudited consolidated financial statements to be published by the Company on an annual or half-yearly basis due to various uncertainties during the process of collating such information. As such, the above information is provided for investors' reference only. Investors are advised to exercise caution and not to place undue reliance on such information when dealing in the securities of the Company. When in doubt, investors are advised to seek professional advice from professional or financial advisers.

By order of the board of
Da Ming International Holdings Limited
Zhou Keming
Chairman

Hong Kong, 24 October 2016

As at the date of this announcement, the executive Directors are Mr. Zhou Keming, Ms. Xu Xia, Mr. Zou Xiaoping, Mr. Jiang Changhong, Mr. Tang Zhonghai, Dr. Fukui Tsutomu and Mr. Zhang Feng, the non-executive Director is Mr. Shen Dong; and the independent non-executive Directors are Prof. Hua Min, Mr. Chen Xuedong, Mr. Cheuk Wa Pang and Mr. Lu Daming.