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CHINA INTERNATIONAL MARINE CONTAINERS (GROUP) CO., LTD.

中國國際海運集裝箱（集團）股份有限公司

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

(Stock Code: 2039)

PROFIT WARNING

This announcement is made by the Company in Hong Kong pursuant to Rules 13.09(2)(a) and 13.10B of the Hong Kong Listing Rules and Inside Information Provisions (as defined under the Hong Kong 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 and potential investors that, based on the preliminary assessment of the consolidated management accounts of the Group for the twelve months ended 31 December 2016, the Group is expected to record a substantial decrease in consolidated net profit attributable to shareholders and other equity holders of the Company for the twelve months ended 31 December 2016 as compared to that for the corresponding period of the previous year (profit of RMB1,974,005,000).

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

This announcement is made by China International Marine Containers (Group) Co., Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) in Hong Kong pursuant to Rules 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Listing Rules**”) and the Inside Information Provisions (as defined in the Hong Kong Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the preliminary assessment of the consolidated management accounts of the Group for the twelve months ended 31 December 2016 (the “**Reporting Period**”), the Group is expected to record a substantial decrease in consolidated net profit attributable to shareholders and other equity holders of the Company for the Reporting Period as compared to that for the corresponding period of the previous year (profit of RMB1,974,005,000). Details of the estimated results are shown in the table below:

Items	The Reporting Period 1 January to 31 December 2016 (Unaudited)	Corresponding period of the previous year 1 January to 31 December 2015 (Audited)	Changes over the corresponding period of the previous year
Net profit attributable to shareholders and other equity holders of the Company	Estimated: Nil to RMB987,003,000	RMB1,974,005,000	Decreased by 100% to 50%
Basic earnings per share (Note)	Estimated: -RMB0.04 per share to RMB0.29 per share	RMB0.72 per share	

Note: In June 2015 and October 2016, the Company issued RMB2.0 billion million perpetual medium term notes (the “**Perpetual Notes**”), respectively. The issued Perpetual Notes are recorded in “other equity instruments” under shareholders’ equity in the financial statements of the Company. In calculating the basic earnings per share, the provision of the interests on the issued Perpetual Notes during the Reporting Period has been deducted.

Based on the information currently available, the significant decrease in the net profit attributable to shareholders and other equity holders of the Company for 2016 over the corresponding period of the previous year was mainly due to the following factors:

1. In 2016, the international trade was shrinking; the economic growth of China continued to slow down with sluggish exports and increased volatilities in the RMB exchange rate. The market downturn had different degree of impact on each of the Group’s principal businesses. In particular, affected by the depressing global container-transportation trade, the imbalance of demand and supply in the market and other factors, the sales volume and operating income of our container business recorded substantial decline as compared with those for the corresponding period of the previous year, which resulted in declining profitability of the Group.
2. CIMC Enric Holdings Limited (“**CIMC Enric**”), a non-wholly owned subsidiary of the Group, which is listed on the Main Board of the Hong Kong Stock Exchange (Stock Code: 3899.HK), has terminated its acquisition of the entire equity interest in Sino Pacific Offshore & Engineering Co., Ltd* (“**SOE**”) (南通太平洋海洋工程有限公司) and the guarantee and financial assistance provided to the related parties. It made a provision for impairment of approximately RMB1.21 billion for the paid/provided amount of consideration, consideration prepaid, loans and guarantee in its 2016 half-yearly report. It is expected that a relatively large amount of provision for impairment will be made to the consolidated financial statements of the Company for 2016, which will affect the net profit attributable to shareholders and other equity holders of the Company for 2016. For details in relation to CIMC Enric’s termination to acquire SOE and the relevant provision for impairment, please refer to the Company’s 2016 Half-Yearly Report and the 2016 Third Quarterly Report published by the Company on 14 September 2016 and 27 October 2016 on the website of the Hong Kong Stock Exchange (<http://www.hkexnews.hk>).

The Company is still in the process of preparing the consolidated results of the Group for the Reporting Period. The information set out in this announcement is only based on the internal combined management accounts of the Group, which are preliminary estimates made by the management of the Company and have not been audited or reviewed by the auditors of the Company.

Shareholders and potential investors are advised to read this announcement carefully together with the result announcement of the Group for the Reporting Period which is expected to be published in March 2017, and exercise caution when dealing in the shares of the Company.

This announcement is available for reviewing on the website of the Company (<http://www.cimc.com>) and the website of the Hong Kong Stock Exchange (<http://www.hkexnews.hk>).

By order of the Board
China International Marine Containers (Group) Co., Ltd.
YU Yuqun
Company Secretary

Hong Kong, 23 January 2017

As at the date of this announcement, the Board comprises Mr. WANG Hong (Chairman), Mr. WANG Yuhang (Vice-Chairman), Mr. WANG Zhixian and Mr. LIU Chong as non-executive directors; Mr. MAI Boliang as executive director; and Mr. PAN Chengwei, Mr. PAN Zhengqi and Mr. WONG Kwai Huen, Albert as independent non-executive directors.

* *For identification purpose only*