

*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.*



**CHINA NUCLEAR ENERGY TECHNOLOGY CORPORATION LIMITED**

**中國核能科技集團有限公司**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 611)**

### **PROFIT WARNING**

This announcement is made by the Company pursuant to Rule 13.09(2) of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that the final results of the Group for the year ended 31 December 2018 are expected to record a decrease of net profit of more than 25% as compared to the net profit for the year ended 31 December 2017.

The Board considers that the Group remains in a healthy and solid financial condition and is continuing to pursue in various investment opportunities.

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

This announcement is made by the Company pursuant to Rule 13.09(2) of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

After a preliminary review on the unaudited consolidated management accounts of the Group for the year ended 31 December 2018, the Board wishes to inform the Shareholders and potential investors that the final results of the Group for the year ended 31 December 2018 are expected to record a decrease of net profit of more than 25% as compared to the net profit for the year ended 31 December 2017, among other things, the decrease is mainly due to the combined effect of the following:

- (i) The PRC income tax expenses during the year 2018 increased significantly which is mainly due to certain subsidiaries of the Company operating in the PRC were no longer accredited as “Advanced Technology Enterprise” by the Science and Technology Bureau of relevant provinces and other authorities after the three-year term (2014-2017) and accordingly the enterprise income tax rate increased from 15% to 25%;
- (ii) The finance costs during the year 2018 increased significantly which is mainly due to the increase in bank and other borrowings as compared to that of 2017;
- (iii) The engineering, procurement and construction and consultancy segment of the Group is expected to record a decrease of profit (before finance costs and income tax expenses) for the year ended 31 December 2018 as compared to that of 2017;
- (iv) The power generation segment of the Group is expected to bring in positive impact to the Group, mainly from the contribution of Jiangsu Taizhou photovoltaic power stations and certain new photovoltaic power stations operated during the year. These Group’s self-owned photovoltaic power stations have formed certain scale and are expected to generate stable revenue. This business segment is expected to record an increase of profit (before finance costs and income tax expenses) for the year ended 31 December 2018 as compared with 2017;
- (v) For the manufacturing and trading segment of the Group, the module plant in Xuzhou Peixian commenced its operation in 2018 with external sales. This business segment is expected to record profit for the year ended 31 December 2018; and
- (vi) The financing segment of the Group is expected to record an increase of net loss during the year as the Group had focused on intragroup financial leasing projects during 2018.

The Board considers that the Group remains in a healthy and solid financial condition and is continuing to pursue in various investment opportunities.

As the Company is still in the process of finalising its consolidated financial statements for the year ended 31 December 2018, the information contained in this announcement is only based on preliminary assessment of the unaudited consolidated management accounts of the Group and the information currently available to the Board. Shareholders and potential investors are advised to read carefully the results announcement of the Company which is expected to be released in March 2019.

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

## **DEFINITIONS**

In this announcement, unless the context requires otherwise, the following terms used herein shall have the following meanings:

“Board”	the board of Directors
“Company”	China Nuclear Energy Technology Corporation Limited, a company incorporated in Bermuda with limited liability, the Shares of which are listed on the Main Board of the Stock Exchange
“Director(s)”	director(s) of the Company
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollar(s), the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	The People’s Republic of China and for the sole purpose of this announcement, shall exclude Hong Kong, Macau Special Administrative Region of the PRC and Taiwan
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)

“Share(s)”	ordinary share(s) of HK\$0.10 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

For and on behalf of  
**China Nuclear Energy Technology Corporation Limited**  
**Zhao Yixin**  
*Chairman*

Hong Kong, 18 February 2019

*As at the date of this announcement, the executive Directors are Mr. Zhao Yixin (Chairman), Mr. Liu Genyu (Vice Chairman), Mr. Chung Chi Shing, Ms. Jian Qing, Mr. Li Jinying, Mr. Tang Jianhua (Chief Operating Officer), Mr. Wu Yuanchen and Mr. Zhang Rui (Chief Executive Officer); and the independent non-executive Directors are Mr. Chan Ka Ling Edmond, Mr. Li Dakuan, Mr. Tian Aiping and Mr. Wang Jimin.*