CIMC ENRIC

[For Immediate Release]

Revenue increased by 21.9% to RMB5,650 million for 1H'2018
Profit attributable to Equity Shareholders up 301.4% to RMB308.4 million

* * * * *

(Hong Kong, 22 August 2018) - CIMC Enric Holdings Limited ("CIMC Enric" or the "Company", together with its subsidiaries, the "Group") (Stock code: 03899.HK) announces its interim results for the six months ended 30 June 2018.

Mr. Gao Xiang, Chairman of CIMC Enric said, "The gas shortage during the past winter has prompted the clean energy industry to raise the LNG storage and transportation capacity in China which boosted the energy equipment and engineering segment's revenue for the first half this year. The chemical equipment segment also posted an increase in revenue due to continuing growth of the global chemical industry during the period. At the same time, the liquid food and engineering segment recorded a revenue growth due to increased order intake, especially in the Latin American market. As a result, the revenue for the first half of 2018 rose by 21.9% to RMB5,649,719,000 (corresponding period in 2017: RMB4,633,140,000)"

Operational Performance

Profit attributable to equity shareholders of the Company increased by 301.4% significantly to RMB308,353,000 (corresponding period in 2017: RMB76,817,000). Basic earnings per share was RMB0.159 (corresponding period in 2017: RMB0.040) and diluted earnings per share was RMB0.157 (corresponding period in 2017: RMB0.039).

During the first half of 2018, the energy equipment and engineering segment's revenue rose by 16.3% to RMB2,516,134,000 (corresponding period in 2017: RMB2,164,153,000) because of a rise in turnover of LNG trailers, LNG tank containers and LNG storage tanks as well as the delivery of an LEG carrier. The segment remains the top grossing segment and accounted for 44.5% (corresponding period in 2017: 46.7%) of the Group's total revenue.

The chemical equipment segment's revenue increased by 24.6% to RMB1,699,997,000 during the period (corresponding period in 2017: RMB1,363,939,000) due to an increase in the demand for both standard and special tank containers. The segment made up 30.1% of the Group's total revenue (corresponding period in 2017: 29.4%).

The liquid food equipment and engineering segment's revenue posted a rise of 28.4% to RMB1,410,177,000 during the period (corresponding period in 2017: RMB1,098,214,000) mainly due to increased order intake. The segment accounted for 25.0% of the Group's total revenue (corresponding period in 2017: 23.7%).

During the first half of 2018, the Group has unallocated revenue of RMB23,411,000 (corresponding period in 2017: RMB6,834,000) which accounted for 0.4% of the Group's revenue (corresponding period in 2017: 0.2%).

Prospects

The global economy rebound continued during the first half of 2018 with a slowdown in momentum. Economic growth faces uncertainties due to global trade friction, while multiple economies shows a distinct trend of diverse monetary policies. The U.S. trade policies are unlikely to change in the near future, and trade friction will be the greatest uncertainty for global economic recovery in the second half.

In the first half of 2018, China's GDP has grown by 6.8% to RMB41,896.1 billion comparing to the same period last year and such growth rate has remained between 6.7% and 6.9% for 12 consecutive quarters. Despite external pressure from US-China trade friction and internal structural imbalance, the economy is expected to see steady improvement in the second half thanks to continuously enhancing domestic investment and consumption structure. Owing to dual pressure from the market force and structural reform on the supply-side, improved production utilisation, with investment in the manufacturing industry expected to remain at a stable level in the second half. Subsequent to the fourth U.S. Federal Reserve rate hike in June 2018, the People's Bank of China has further reduced the reserve ratio, leading to an easing monetary policy and depreciation of RMB. Under increasing trade friction, growth in domestic demand is of utmost importance, and thus the focus will be to stimulate investment in production and household consumption.

In order to seize opportunities in tandem with macro-economic developments, the Group will reinforce its prudent operation and optimisation of its existing business and pursue the central objective of seeking "quality development", so as to strengthen its core business. With "equipment manufacturing + project engineering services + integrated solutions" as the main development path of our core business, our Group will drive the development of new businesses through innovation, increase our profitability through operation excellence and smart manufacturing, as well as position in a worldwide sense, in order to sustain the momentum and quality of growth.

The Group strives to promote the modernisation of equipment and project engineering in the clean energy, chemical and environmental as well as liquid food industries. Currently, we have developed the standardised and scale production ability for large-scale industrial equipment, and EPC capability for large-scale energy and chemical projects, with solid foundation in supply-chain management, cost management, production operation and process innovation for the manufacturing sector. In line with trends in global manufacturing, the Company will move towards integrated services in a market-oriented and customer-oriented approach on the back of product manufacturing and project engineering services as well as value-added project such as supply chain finance and whole service cycle, with a view to driving the development of its existing business. In addition, we will enhance our innovation mechanism, and will focus on maritime gas storage and transportation, small and medium-scale offshore module, peakshaving in cities, solid waste management and efficient use of resources, etc. The Group will continue to grow through new businesses, new technologies and innovative business models.

Energy Equipment and Engineering

Under the strong rebound in oil price, the economic advantages of natural gas has started to emerge, and together with stricter environmental requirements, natural gas consumption has recorded a surge in the first half of the year. According to the National Development and

Reform Commission's latest release, China's natural gas production amounted to 77.4 billion cubic metres from January to June 2018, representing a year-on-year growth of 5.5%; natural gas import amounted to 58.41 billion cubic metres, representing a year-on-year growth of 39.4%; apparent natural gas consumption amounted to 134.09 billion cubic metres, representing a year-on-year growth of 17.0%. Long-term speaking, natural gas consumption sees a healthy momentum. According to the "IEA Market Report Series: Gas 2018" published by the International Energy Agency on 19 July, natural gas consumption in China is expected to grow at an annual growth rate of 8% from 237 billion cubic metres in 2017 to 376 billion cubic metres in 2023. The report also anticipates that China will become the world's largest natural gas importing country in 2019, with import reaching 171 billion cubic metres in 2023, among which LNG will be the major component. We are therefore of the view that the Group's energy equipment and engineering segment is and will remain at the rapid growth of the natural gas industry over the long term, especially in the LNG market.

Chemical Equipment

In the past few years, lessors in the global market have invested heavily in chemical tank containers, resulting in record-high demands for the product. Growth in the demand for tank containers attributed to both organic growth and replacement orders. While the actual quantity might vary from year to year, the overall demand generally remains stable. In the long run, as the global economy gradually stabilises and emerging markets continue to develop, the global chemical industry is expected to sustain a stable growth over the longer term.

Currently, the markets of developed countries in Europe and the USA have completed the transition to a stage of stable growth, while the demand for tank containers in emerging markets will experience gradual growth due to the replacement and upgrade of traditional transportation modes for local chemical sectors and increasing concern for safe, efficient and eco-friendly transportation of hazardous goods. These will drive the sustained growth of the global tank container market. All in all, with the gradual recovery of global investments in chemical products, the green logistics mode with higher level of security, cost-effectiveness, eco-friendliness and smart applications will become the new market trend. Moreover, as the number of new chemicals and derivatives continue to emerge in line with developments in the chemical industry, the market for special tank containers is expected to post significant growth.

The Group's chemical equipment segment will, on top of its existing business, actively pursue the business of "IOT + tank containers", with the launch of a centralised platform for monitoring, managing and servicing throughout the full life cycle of the tank containers, aiming to provide better services and solutions for the operation and management of our customers' tank containers.

This segment endeavours to enter the environmental industry – an emerging industry that integrates equipment, engineering and operation services, which has large market potentials and considerable profitability. In particular, the field of industrial solid waste recycling and utilisation, which has high entry barrier in terms of technology and qualification, presents an enormous potential for development. Benefiting from the accelerated urbanisation and implementation of environmental protection policies, the volume of corporate waste disposal has grown rapidly and the scope has also expanded. At present, most of the environmentallyfriendly waste treatment enterprises engage in a single category of waste with limited technology in treating these hazardous wastes. While the market participants are mostly private enterprises who have limited treatment capacity; thus the market is generally undercapacity and overseas players with more advanced technology are eager to enter.

Companies with advanced technology and professional operational strengths have competitive advantages.

Liquid Food Equipment and Engineering

Through the renowned brands of "Ziemann Holvrieka" and "Briggs", the Group possesses competitive strengths which are derived from its world-leading capabilities in design, manufacture and project engineering of breweries, brewery equipment and distilleries, proven business results and global brand influence. Meanwhile, the diverse geographic locations of production facilities in Europe and China have afforded a solid ability in global coordination over production, procurement, operation and regional marketing.

The acquisition of Briggs Group Limited in 2016, with headquarters located in the UK, strengthened the segment's process capabilities with extensive process design knowledge in breweries, pharmaceutics and distilleries. Integration of Briggs has proven to be successful, already resulting in projects with an extended scope in the distilling and pharmaceutical markets of North and South Americas. The segment will continue to actively explore business development in these markets in the future, striving to generate more opportunities for revenue and profit growth.

Further the segment will continue to enhance the branding of "Ziemann Holvrieka" and "Briggs". Under the objective of a unified corporate image, the segment positions itself as "engineers, enthusiasts, consultants and enablers" whose major capacity is to know customers business right down to the last detail. By acting and thinking sustainably, the segment will continue to implement marketing strategies to improve the market positioning as well as increase brand awareness and customer intimacy.

Mr. Gao concluded "Thanks to the shareholders, customers, suppliers and business partners for their confidence and support and thanks to the management and employees for their dedication and contribution. The Group will strive to become a world-leading manufacturer of specialised equipment and provider of project engineering services in energy, chemical and liquid food industries. The Group firmly believes that the combination of the Group's key strategies and diversified business model will create sustainable and long-term value to shareholders."

CIMC ENRIC

[For Immediate Release]

Financial Highlights

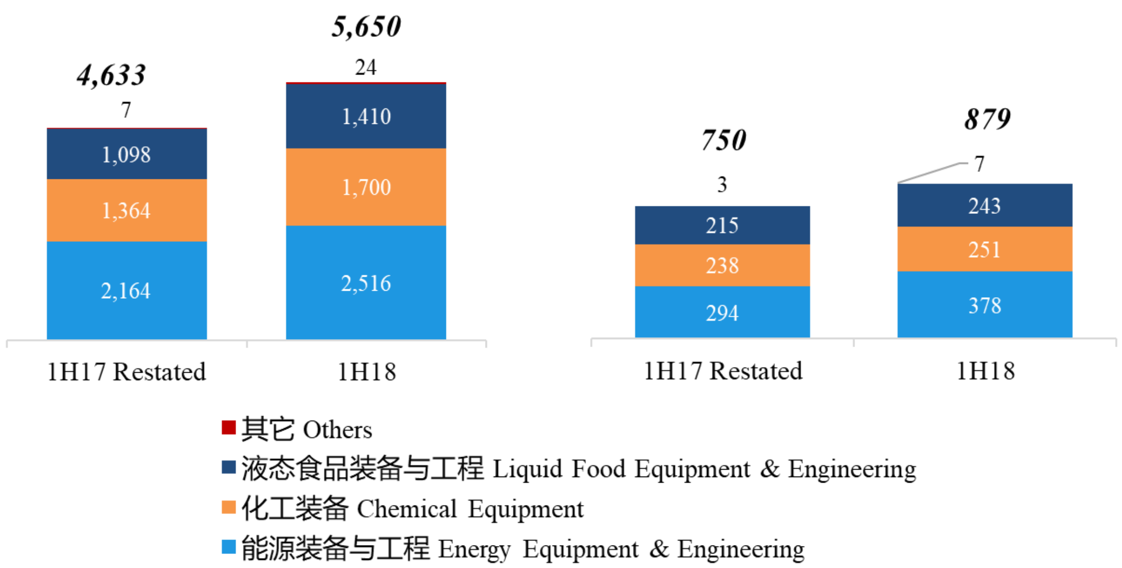
RMB'000	Six months ended 30 June **2018**	 2017 Restated	**Change**
Revenue	**5,649,719**	4,633,140	**+21.9%**
Gross profit	**878,652**	750,478	**+17.1%**
Profit from operations	**434,256**	298,936	**+45.3%**
Profit /(loss) for the period	**314,647**	78,648	**+300.7%**
Profit /(loss) attributable to equity shareholders	**308,353**	76,817	**+301.4%**
Earnings/(loss) per share – basic	**RMB0.159**	RMB0.040	**+297.5%**
Earnings/(loss) per share – diluted	**RMB0.157**	RMB0.039	**+302.6%**

RMB million

Revenue

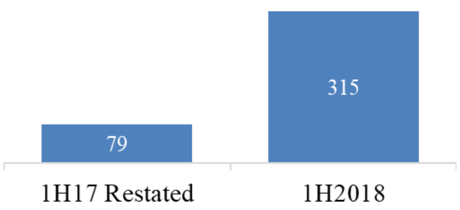
RMB million

Gross Profit



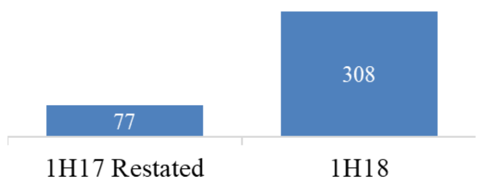
RMB million

Profit for the Period



RMB million

Profit Attributable to Equity Shareholders



[For Immediate Release]

CIMC Enric Holdings Limited

CIMC Enric is principally engaged in the design, development, manufacturing, engineering and sales of, and the provision of technical maintenance services for, a wide spectrum of transportation, storage and processing equipment that is widely used in the energy, chemical and liquid food industries.

Key Products

Energy equipment and engineering: this segment specialises in the manufacture and sale of a wide range of equipment for the storage, transportation, processing and distribution of natural gas such as compressed natural gas trailers, seamless pressure cylinders, liquefied natural gas ("LNG") trailers, LNG storage tanks, liquefied petroleum gas ("LPG") tanks, LPG trailers, natural gas refuelling station systems and natural gas compressors; design, manufacture and sale of small-to-medium sized multi-gas carriers, such as LPG, LNG and liquefied ethylene/ethane gas ("LEG") carriers; the provision of Internet of Things ("IOT") technology and value-added service to the clean energy industry; and the provision of engineering, procurement, and construction ("EPC") services for the clean energy industry, such as LNG, LEG and Ethane receiving terminals.

Chemical equipment: this segment specialises in the manufacture and sale of a wide range of equipment, such as tank containers, for the storage and transportation of liquefied or gasified chemicals; and the provision of maintenance services for tank containers.

Liquid food equipment and engineering: this segment specialises in the engineering, manufacture and sale of stainless steel tanks for storage and processing liquid food such as beer, fruit juice and milk; and the provision of EPC services for the brewery industry as well as other liquid food industries.

For Press Enquiry:
Tel : (852) 2528 9386
Fax : (852) 2865 9877
Email : ir@enric.com.hk
Website : www.enricgroup.com
IR portal : www.irasia.com/listco/hk/enric

The announcement of the interim results for the six months ended 30 June 2018 is available at the Company's IR portal at www.irasia.com/listco/hk/enric.