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首鋼福山資源集團有限公司
SHOUGANG FUSHAN RESOURCES GROUP LIMITED

(Incorporated in Hong Kong with limited liability)
(Stock Code: 639)

INSIDE INFORMATION
PROVISION FOR IMPAIRMENT

This announcement is made by Shougang Fushan Resources Group Limited (the “Company”, the Company together with its subsidiaries, the “Group”) pursuant to rule 13.09(2)(a) 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) of Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the “Board”) wishes to inform the shareholders of the Company (the “Shareholders”) and potential investors that the Group is likely to make a further provision for impairment on the carrying amount(s) of goodwill of certain of its subsidiaries for the financial year ended 31 December 2014 (the “Provision”) in accordance with the relevant Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountant. The basis and the actual amount of the Provision, which have yet to be determined by the Board and agreed with the auditor of the Company (the “Auditor”), will directly impact the final results of the Group for the financial year ended 31 December 2014. The Provision is expected to turn the profit of the Group before the Provision into a loss for the financial year ended 31 December 2014, while the Group recorded a consolidated profit for the financial year ended 31 December 2013.

The Provision is an accounting related adjustment and a non-cash item. As such and with the Group continuing to maintain a healthy net cash balance, irrespective of the amount of the Provision ultimately determined, it is not expected that the Provision would have any impact on the cash flow of the Group.

Further announcement(s) will be made by the Company once the amount for the Provision is agreed between the Company and the Auditor.

As the Company is still in the process of finalizing its consolidated final results for the financial year ended 31 December 2014, the information contained in this announcement is based on the preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Company for the financial year ended 31 December 2014 and the information currently available to the Board, which has not been audited by the Auditor. The final results announcement of the Company for the financial year ended 31 December 2014 will be published in late March 2015.

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

By order of the Board
Shougang Fushan Resources Group Limited
Li Shaofeng
Chairman

Hong Kong, 17 February 2015

As at the date of this announcement, the Board comprises Mr. Li Shaofeng (Chairman), Mr. Ding Rucai (Vice-chairman and Managing Director), Mr. Wong Lik Ping (Vice-chairman), Mr. So Kwok Hoo (Deputy Managing Director), Mr. Chen Zhaoqiang (Deputy Managing Director), Mr. Liu Qingshan (Deputy Managing Director), Mr. Leung Shun Sang, Tony (Non-executive Director), Mr. Zhang Yaoping (Non-executive Director), Mr. Xiang Xu Jia (Non-executive Director), Mr. Kee Wah Sze (Independent Non-executive Director), Mr. Choi Wai Yin (Independent Non-executive Director), Mr. Chan Pat Lam (Independent Non-executive Director), Mr. Chan Chung Chun (Independent Non-executive Director) and Mr. Japhet Sebastian Law (Independent Non-executive Director).