

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.



中油港燃能源集團控股有限公司

CHINA OIL GANGRAN ENERGY GROUP HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 8132

CLARIFICATION ANNOUNCEMENT – FINAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2016 AND 2016 ANNUAL REPORT

Reference is made to the final results announcement for the year ended 31 March 2016 (the “**2016 Annual Final Results Announcement**”) of China Oil Gangran Energy Group Holdings Limited (the “**Company**”) dated 17 June 2016 and its 2016 Annual Report (the “**Annual Report**”) dispatched to the Shareholders of the Company (“**Shareholders**”) on 2016. Unless otherwise defined, terms used herein shall have the same meanings as those defined in the 2016 Final Results Announcement and 2016 Annual Report. The Company noted certain inadvertent clerical mistakes in the 2016 Final Results Announcement and 2016 Annual Report and wishes to make the following clarifications:

On page 2 of the 2016 Final Results Announcement and page 61 of the 2016 Annual Report, the Company disclosed the consolidated statement of profit or loss and other comprehensive income and it should be read as follows with the changes duly double-underlined:–

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2016

	2016 HK\$'000	2016 HK\$'000 (Restated)
Revenue	194,790	194,790
Cost of sales	(175,033)	(175,033)
Gross profit	19,757	19,757
Other income and gain or (loss)	(14,495)	(14,495)
Selling expenses	(8,543)	(8,543)
Administrative expenses	(109,725)	(109,725)
Loss from operations	(113,006)	(113,006)
Gain on disposal of subsidiaries	2,113	2,113
Finance costs	(10,786)	(10,786)
Loss before tax	(121,679)	(121,679)
Income tax	9,514	9,514
Loss for the year	(112,165)	(112,165)

	2016 <i>HK\$'000</i>	2016 <i>HK\$'000</i> (Restated)
Other comprehensive expenses, after tax		
<i>Items that may be reclassified to profit or loss:</i>		
Exchange differences on translating foreign operations	1,211	<u>(4,749)</u>
Fair value change of available-for-sale investments	<u>(1,457)</u>	<u>(1,457)</u>
Other comprehensive expenses for the year, net of tax	<u>(246)</u>	<u>(6,206)</u>
Total comprehensive expenses for the year	<u>(121,411)</u>	<u>(118,371)</u>
Loss for the year attributable to:		
Owners of the Company	(109,552)	(109,552)
Non-controlling interests	<u>(2,613)</u>	<u>(2,613)</u>
	<u>(112,165)</u>	<u>(112,165)</u>
Total comprehensive expenses for the year attributable to:		
Owners of the Company	(118,792)	(115,752)
Non-controlling interests	<u>(2,619)</u>	<u>(2,619)</u>
	<u>(121,411)</u>	<u>(118,371)</u>
Loss per share	<i>HK cents</i>	<i>HK cents</i>
Basic	<u>(1.19)</u>	<u>(1.16)</u>
Diluted	<u>N/A</u>	<u>N/A</u>

On page 4 of the 2016 Final Results Announcement and page 63 of 2016 Annual Report, the Company disclosed the consolidated statement of finance position and it should be read as follows with the changes duly double-underlined:–

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2016

	2016 <i>HK\$'000</i>	2016 <i>HK\$'000</i> (Restated)
Non-current assets		
Property, plant and equipment	22,522	22,522
Available-for-sale investments	2,418	2,418
Goodwill	81,113	81,113
Intangible assets	30,300	30,300
Deposit paid for acquisition of a subsidiary	32,500	32,500
	<u>168,853</u>	<u>168,853</u>
Current assets		
Inventories	22,451	22,451
Trade and other receivables	152,234	152,234
Loan receivables	9,600	9,600
Due from a Director	12,570	12,570
Contingent consideration receivables	22,000	22,000
Derivative components of convertible bonds	–	–
Bank and cash balances	38,169	38,169
	<u>257,024</u>	<u>257,024</u>
Current liabilities		
Trade and other payables	75,852	75,852
Obligation under finance lease	1,247	1,247
Due to a Director	–	–
Due to a related party	9,433	9,433
Promissory notes	46,287	46,287
Convertible bonds	–	–
Borrowings	12,089	12,089
Current tax liabilities	6,037	6,037
	<u>150,945</u>	<u>104,658</u>

	2016 <i>HK\$'000</i>	2016 <i>HK\$'000</i> (Restated)
Net current assets	<u>106,079</u>	<u>152,366</u>
Total assets less current liabilities	<u>274,932</u>	<u>321,219</u>
Non-current liabilities		
Obligation under finance lease	1,204	1,204
Promissory notes	49,181	<u>95,468</u>
Deferred tax liabilities	<u>8,549</u>	<u>8,549</u>
	<u>58,934</u>	<u>105,221</u>
NET ASSETS	<u>215,998</u>	<u>215,998</u>
Capital and reserves		
Share capital	1,005	1,005
Reserves	<u>220,625</u>	<u>220,625</u>
Equity attributable to owners of the Company	<u>221,630</u>	<u>221,630</u>
Non-controlling interests	<u>(5,632)</u>	<u>(5,632)</u>
TOTAL EQUITY	<u>215,998</u>	<u>215,998</u>

There is no change in the content and information contained in the 2016 Final Results Announcement and 2016 Annual Report save for the aforementioned correction of inadvertent clerical mistakes.

On behalf of the Board
China Oil Gangran Energy Group Holdings Limited
Zheng Jian Peng
Company Secretary

Hong Kong, 29 June 2017

As at the date of this announcement, the executive Directors are Mr. Zou Donghai, Mr. Zhang Xueming, Mr. Rong Changjun, Mr. Ho Chun Kit Gregory and Mr. Zheng Jian Peng; and the independent non-executive Directors are Ms. Eugenia Yang, Mr. Chan Ying Kay and Mr. Lau Sung Tat, Vincent.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at <http://www.hkgem.com> for at least 7 days from the date of its posting and on the websites of the Company at www.chinaoilgran.com and <http://chinaoilgran.todayir.com>.