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## **CNNC INTERNATIONAL LIMITED**

**中核國際有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 2302)**

### **PROFIT WARNING**

This announcement is made by CNNC International Limited (the "**Company**"), together with its subsidiaries shall be referred to as the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

### **PROFIT WARNING**

The board (the "**Board**") of directors (the "**Director(s)**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on a preliminary review on the unaudited consolidated management accounts (the "**Management Accounts**") for the six months ended 30th June, 2023 (the "**2023 Half Year**") of the Group and information presently available to the Board, the Group is expected to record significant decreases in revenue and net profit for the 2023 Half Year of not less than 80% and 40%, to not less than HK\$70 million and not less than HK\$8 million, respectively, both attributable to the uranium products trading business as compared to the revenue and net profit for the corresponding period in 2022 (the "**2022 Half Year**") of approximately HK\$574 million and approximately HK\$18 million, respectively.

The abovementioned significant decreases in revenue and net profit for the 2023 Half Year were primarily attributed by a drop in the Group's completed sales (under trades with independent third parties) of approximately 87.5%, from approximately 1.6 million pounds of uranium products in the 2022 Half Year to approximately 200,000 pounds of uranium products in the 2023 Half Year.

The significant decrease in the sales of uranium products under trades with independent third parties were mainly due to the increase in interest rates in 2023, where, as a result, the cost of international trade funds had increased significantly. In this economic climate, traders of uranium products preferred to hold on to currency, and the minimal price fluctuations in the international natural uranium market made trading unappealing. This further exacerbated the

reduction of offshore trading opportunities for both buyers and sellers in the natural uranium market.

During the 2023 Half Year, the Group has not entered into any Uranium Supply Transaction (with the meaning ascribed to it in the Company's circular dated 30th May, 2022 (the "**Circular**") (with the meaning ascribed to them in the Circular) or Uranium Purchase Transactions (with the meaning ascribed to them in the Circular) for supply contracts under the Group's Uranium Supply Transactions, and purchase contracts under the Uranium Purchase Transactions. The delivery schedule under contracts for deliveries are all in the second half of 2023.

According to the delivery plan of Rossing Uranium Mine (with the meaning given in the Circular), the agency sales transactions are mainly planned to be carried out in the second half of 2023.

The above information is only a preliminary assessment by the management of the Company based on the Management Accounts and other information currently available, and is not based on any figures or information which has been audited, finalised, approved or reviewed by the audit committee of the Board or the auditors of the Company. The Company is still in the process of finalising its consolidated interim results for the 2023 Half Year, which are subject to possible adjustments upon further review. Shareholders and potential investors should refer to the announcement of the interim results of the Group for the 2023 Half Year, which are expected to be approved by the Board and published on or before 31st August, 2023 in accordance with the Listing Rules.

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

By Order of the Board  
**CNNC International Limited**  
中核國際有限公司  
Li Philip Sau Yan  
Company Secretary

Hong Kong, 10th August, 2023

*As of the date of this announcement, the Board comprises non-executive Director and chairman, namely, Mr. Wang Cheng, executive Director and chief executive officer, namely, Mr. Zhang Yi, non-executive Director, namely, Mr. Wu Ge and independent non-executive Directors, namely, Mr. Cui Ligu, Mr. Zhang Lei and Mr. Chan Yee Hoi.*