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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)**

### **REQUEST FOR EXTENSION OF OUTSTANDING LOAN REPAYMENT BY AN ASSOCIATE**

This announcement is made by CNNC International Limited (the “Company” together with its subsidiaries, the “Group”) pursuant to Rule 13.19 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”).

Pursuant to a loan agreement dated 23rd June, 2009 (as supplemented) (“Loan Agreement”) and entered into between Société des Mines d’Azelik S.A. (“Somina”), a 37.2% owned associate of the Company, and a bank established under the laws of the People’s Republic of China (“Lender”), the Lender advanced an aggregate principal amount of US\$142,000,000 to Somina (“Loan”). Under the Loan Agreement, Somina is required to repay the Loan by 11 instalments, and pay interest on a quarterly basis. The current outstanding principal of the Loan is approximately US\$90,880,000. Failure to perform or comply with any instalment or interest payment entitles the Lender, among other things, to declare the outstanding principal amount, accrued interest and all other sums payable under the Loan immediately due and payable, and/or to enforce the security given in respect of the Loan (“Security”). The Loan is not guaranteed by any member of the Group, except the 37.2% equity interest of Somina held by the Group is pledged to the Lender as security of the Loan (“Pledged Interest”).

The Company has been informed by Somina that due to tight cash flow position, it would not be able to repay on time the instalment of approximately US\$12,780,000 due on 31st October, 2014 and interest payment of approximately US\$444,000 for the third quarter of 2014 (“Outstanding Payment”). The Outstanding Payment entitles the Lender to declare the outstanding principal amount, accrued interest and all other sums payable under the Loan immediately due and payable and/or to enforce the Security, including the Pledged Interest.

Somina has requested the Lender for extension in the repayment of the Outstanding Payment. As at the date of this announcement and to the best knowledge of the Company, the Lender has not made any demand for immediate repayment of the Loan, or taken enforcement action in respect of the Pledged Interest, and other than the Outstanding Payment, no other instalment or accrued interest under the Loan is due and outstanding. The Company has also been informed by Somina that it currently considers that its ongoing operations should not be materially and adversely affected by the aforesaid matters, and expects the tentative scheduled

delivery of products to be produced by December 2014 under a long term sales contract would improve its cash flow position. Further announcement(s) regarding the Outstanding Payment will be made as and when appropriate in accordance with the Listing Rules.

**Shareholders of the Company 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, 31st October, 2014

*As of the date of this announcement, the Board comprises non-executive director and chairman, namely Mr. Cai Xifu, executive director, namely, Ms. Wang Ying, non-executive director, namely, Mr. Xu Shouyi and independent non-executive directors, namely, Mr. Cheong Ying Chew Henry, Mr. Cui Liguang and Mr. Zhang Lei.*