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中国铝业股份有限公司
ALUMINUM CORPORATION OF CHINA LIMITED*

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2600)

**FURTHER ANNOUNCEMENT
CONNECTED TRANSACTION
DISPOSAL OF 60% EQUITY INTERESTS IN
NINGXIA FENGHAO BY CHALCO ENERGY TO CHINALCO
ENVIRONMENTAL PROTECTION**

Reference is made to the announcement of Aluminum Corporation of China Limited* (the “**Company**”) dated 20 February 2019 in relation to (among other things) the entering into of the Ningxia Fenghao Equity Transfer Agreement between Chalco Energy, a wholly-owned subsidiary of the Company, and Chinalco Environmental Protection in respect of the disposal of 60% equity interests in Ningxia Fenghao (the “**Announcement**”). Capitalised terms used herein shall have the same meaning as they were defined in the Announcement unless the context otherwise specified.

COMPLIANCE WITH THE HONG KONG LISTING RULES

As disclosed in the Announcement, RMB21,531,300, being the consideration as set out in the Ningxia Fenghao Equity Transfer Agreement, is determined by the parties after arm’s length negotiations with reference to the appraised value of equity interests in Ningxia Fenghao as at the Valuation Benchmark Date as set out in the Valuation Report prepared by Chongqing Rongkuang using the income approach.

Since the income approach was adopted by Chongqing Rongkuang for preparing the Valuation Report mentioned above in respect of valuation of the equity interests in Ningxia Fenghao, such valuation constitutes a profit forecast under Rule 14.61 of the Hong Kong Listing Rules. Accordingly, the Company discloses the following valuation details in compliance with Rule 14.62 of the Hong Kong Listing Rules.

PROFIT FORECAST IN RELATION TO THE VALUATION METHOD

Pursuant to the Valuation Report prepared by Chongqing Rongkuang, details of the principal assumptions, including commercial assumptions, upon which the profit forecast for the equity interests in Ningxia Fenghao is based are set out as follows:

(I) BASIC ASSUMPTIONS

1. Transaction assumption

Transaction assumption assumes that the evaluated target and the assets to be valued are already in the process of transaction and the valuer carries out the valuation based on a simulated market which involves the transaction conditions. Transaction assumption is the most fundamental assumption for the valuation of assets.

2. Open market assumption

Open market assumption assumes that both parties of the assets transaction or the proposed assets transaction in the market are in equal position and have opportunities and time to obtain sufficient market information, so as to make rational judgments on the functions, purposes and transaction prices of the assets. The open market assumption is based on the fact that the assets can be traded openly in the market.

3. Continuous use assumption

Continuous use assumption assumes that the appraisal methods, parameters and bases are to be determined in accordance with the condition that the assets being evaluated will continue to be used in line with their current function, method, scale, frequency and environment, or used on the basis of certain changes.

4. Going-concern assumption

Going-concern assumption assumes that the evaluated entity will maintain on-going operations on the status as at the Valuation Benchmark Date, using the same operation methods as it currently does. And there will be no material changes in operating decision.

(II) GENERAL ASSUMPTIONS

1. It is assumed that the materials provided by the client and the evaluated entity are true, complete and reliable, and there are no defects or contingencies which may affect the valuation conclusions that should have been provided by the client/evaluated entity but remain unavailable to the valuer after the valuer has fulfilled the requisite valuation procedures;
2. It is assumed that following the Valuation Benchmark Date, there are no significant changes to the evaluated entity and the political, economic, social or other macro-environments in the place where it operates; it is assumed that there are no significant changes in relevant laws and regulations and the business activities of the evaluated entity is in full compliance with all relevant laws and regulations during the validity period of the Valuation Report;
3. It is assumed that the operator of the evaluated entity is responsible and the management of the company is competent to undertake their duties; and it is assumed that the company's scope and mode of operation are consistent with current orientation on the basis of existing management method and management standard;
4. It is assumed the balanced cash inflows and outflows will be achieved by the evaluated entity following the Valuation benchmark Date, and each type of assets under the valuation is based on their actual inventory as at the Valuation Benchmark Date, whereas the prevailing market price of the assets is based on the effective domestic price as at the Valuation Benchmark Date;

(III) SPECIFIC ASSUMPTIONS

1. In this asset valuation, the impact of the external equity transfer made by the evaluated entity following the Valuation Benchmark Date on its value is not considered;
2. Except for the fixed assets investments for which there is definite evidence as of the Valuation Benchmark Date showing that the production capacity will change subsequently, it is assumed that the evaluated entity will not make major fixed asset investments that would affect its operation in the subsequent earning period, and its production capacity will be evaluated based on the status as of the Valuation Benchmark Date;
3. Assume no other forces majeure and unforeseeable factors will have material and adverse effect on the company; based on the requirements of the asset valuation, these conditions of assumptions were considered to be established on the Valuation Benchmark Date. When the economic environments changed significantly in the future, no responsibilities deriving from different assessment conclusions due to changes in the valuation assumptions shall be undertaken;
4. Assume the accounting policies to be adopted by the evaluated entity in the future and the accounting policies adopted at the time of preparing this report are basically consistent in material aspects;
5. No material changes occur in, among other things, the relevant interest rates, exchange rates, basis and rate of taxation, and policy-based levies;
6. It is assumed that the revenue, costs, receivables and payables are all dominated in RMB in the forecast year, and the effect of exchange fluctuations on the assessment results is not taken into consideration;
7. The valuation is made by the valuer based on the purchasing power of local currency on 30 September 2018;
8. In this valuation, unless otherwise indicated, the effect of the possible pledges and guarantees on the appraisal value of assets is not taken into consideration.

Ernst & Young, the reporting accountant of the Company, has reviewed the arithmetical accuracy of the calculations of the relevant forecasts, which do not involve the adoption of accounting policies. The Board has confirmed that the profit forecast of the equity interests in Ningxia Fenghao in the Valuation Report has been made after due and careful enquiry by the Board. Letters from Ernst & Young and the Board are set out respectively in Appendix I and Appendix II to this announcement.

The followings are the qualifications of each expert who has provided its conclusion or advice, which is contained in this announcement:

Name	Qualification	Date of conclusion or advice
Ernst & Young	Certified Public Accountants	12 March 2019
Chongqing Rongkuang	Qualified PRC valuer	29 December 2018

As at the date of this announcement, as far as the Directors are aware, each of the experts was not beneficially interested in the share capital of any member of the Group nor did it have any right (whether legally enforceable or not) to subscribe for or to nominate persons to subscribe for any shares, convertible securities, warrants, options or derivatives which carry voting rights in any member of the Group.

Each of the experts has given and has not withdrawn its written consent to the issue of this announcement with the inclusion herein of its letter and/or references to its name in the form and context in which they respectively appear.

By order of the Board
Aluminum Corporation of China Limited*
Wang Jun
Company Secretary

Beijing, the PRC
12 March 2019

As at the date of this announcement, the members of the Board comprise Mr. Lu Dongliang, Mr. Jiang Yinggang and Mr. Zhu Runzhou (Executive Directors); Mr. Ao Hong and Mr. Wang Jun (Non-executive Directors); Ms. Chen Lijie, Mr. Hu Shihai and Mr. Lie-A-Cheong Tai Chong, David (Independent Non-executive Directors)

* *For identification purpose only*

APPENDIX I – LETTER FROM ERNST & YOUNG

The following is the text of the letter dated 12 March 2019 from Ernst & Young, Certified Public Accountants, which was prepared for inclusion in this announcement.

12 March 2019

The Directors

Aluminum Corporation of China Limited

No. 62 North Xizhimen Street, Haidian District, Beijing
The People's Republic of China

REPORT FROM REPORTING ACCOUNTANTS ON THE DISCOUNTED CASH FLOW FORECAST IN CONNECTION WITH THE VALUATION OF EQUITY INTEREST IN NINGXIA FENGHAO POWER DISTRIBUTION COMPANY LIMITED

Dear Sirs,

We have been engaged to report on the arithmetical accuracy of the calculations of the discounted cash flow forecast (the “**Forecast**”) on which the valuation dated 29 December 2018 prepared by Chongqing Rongkuang Assets And Real Estate Appraisal Co.,Ltd in respect of Ningxia Fenghao Power Distribution Company Limited (“**Ningxia Fenghao**”) as at 30 September 2018 is based. The valuation is set out in the announcement of Aluminum Corporation of China Limited (the “**Company**”) dated 12 March 2019 (the “**Announcement**”) in connection with the proposed sale of equity interest in Ningxia Fenghao. The valuation based on the Forecast is regarded by The Stock Exchange of Hong Kong Limited as a profit forecast under paragraph 14.61 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

Directors' responsibilities

The directors of the Company (the “**Directors**”) are solely responsible for the Forecast. The Forecast has been prepared using a set of bases and assumptions (the “**Assumptions**”), the completeness, reasonableness and validity of which are the sole responsibility of the Directors. The Assumptions are set out in the section headed “Information on the Valuation Reports” of the Announcement.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

Our firm applies Hong Kong Standard on Quality Control 1 Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements, and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Reporting Accountants’ responsibilities

Our responsibility is to express an opinion on the arithmetical accuracy of the calculations of the Forecast based on our work. The Forecast does not involve the adoption of accounting policies.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised) Assurance Engagements Other Than Audits or Reviews of Historical Financial Information issued by the HKICPA. This standard requires that we plan and perform our work to obtain reasonable assurance as to whether, so far as the arithmetical accuracy of the calculations are concerned, the Directors have properly compiled the Forecast in accordance with the Assumptions adopted by the Directors. Our work consisted primarily of checking the arithmetical accuracy of the calculations of the Forecast prepared based on the Assumptions made by the Directors. Our work is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing issued by the HKICPA. Accordingly, we do not express an audit opinion.

We are not reporting on the appropriateness and validity of the Assumptions on which the Forecast are based and thus express no opinion whatsoever thereon. Our work does not constitute any valuation of Ningxia Fenghao. The Assumptions used in the preparation of the Forecast include hypothetical assumptions about future events and management actions that may or may not occur. Even if the events and actions anticipated do occur, actual results are still likely to be different from the Forecast and the variation may be material. Our work has been undertaken for the purpose of reporting solely to you under paragraph 14.62(2) of the Listing Rules and for no other purpose. We accept no responsibility to any other person in respect of our work, or arising out of or in connection with our work.

Opinion

Based on the foregoing, in our opinion, so far as the arithmetical accuracy of the calculations of the Forecast is concerned, the Forecast has been properly compiled in all material respects in accordance with the Assumptions adopted by the Directors.

Ernst & Young

Certified Public Accountants

EY22/F, CITIC Tower, 1 Tim Mei Avenue, Central
Hong Kong

APPENDIX II – LETTER FROM THE BOARD

The following is the text of the letter dated 12 March 2019 from the Board which was prepared for inclusion in this announcement.

To: Listing Division of The Stock Exchange of Hong Kong Limited
12th Floor, Two Exchange Square,
8 Connaught Place, Central, Hong Kong

Dear Sir/Madam,

Company: Aluminum Corporation of China Limited* (the “**Company**”)

Re: Profit forecast –confirmation letter under the requirements of Rule 14.62(3) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”)

Reference is made to the announcement of the Company dated 20 February 2019 in relation to the valuation report of Ningxia Fenghao Power Distribution Company Limited (寧夏豐昊配售電有限公司) (“**Ningxia Fenghao**”) dated 29 December 2018 (the “**Valuation Report**”) prepared by Chongqing Rongkuang Assets And Real Estate Appraisal Co., Ltd (重慶融礦資產評估房地產土地估價有限公司) (the “**Valuer**”). The Valuer adopted the income approach in valuation of the equity interests in Ningxia Fenghao.

The board of directors of the Company has reviewed the basis and assumptions of the aforesaid valuation and discussed the same with the Valuer and Ernst & Young, the reporting accountant of the Company (the “**Reporting Accountant**”). The board of directors of the Company has also considered the confirmation letter issued by Ernst & Young on 12 March 2019 in relation to the calculations of the profit forecast in the Valuation Report.

Pursuant to the requirements of Rule 14.62(3) of the Listing Rules, the board of directors of the Company confirmed that the profit forecast used in the aforesaid Valuation Report has been made after due and careful enquiry.

The Board of Directors
Aluminum Corporation of China Limited*

12 March 2019