中海石油化学股份有限公司
China BlueChemical Ltd.*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 3983)

ANNOUNCEMENT

PROFIT ALERT

This announcement is made by China BlueChemical Ltd.* (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform its shareholders and potential investors that, based on information currently available, the Board expects the Group to record a net profit attributable to owners of the Company approximately from RMB717 million to RMB757 million for the year ended 31 December 2020 as compared to a net profit attributable to owners of the Company of approximately RMB703 million for the year ended 31 December 2019.

Affected by the COVID-19 pandemic, the Company's results for the first half of 2020 decreased as compared to the same period of the previous year. In the second half of 2020, as the domestic epidemic was under control and the industrial economy recovered, the full-year results of the Company for 2020 are expected to slightly outperform the results for 2019.

We refer to the announcements of the Company dated 22 January 2021 and 25 January 2021 both in relation to the disposal of its 49% equity interests in Yangpoquan Coal and 51% equity interests and the relevant creditors' rights in Hualu Coal Chemical (the "**Disposal**") by the Company. The revenue from the Disposal was not recognized in 2020.

The information contained in this announcement is only based on the preliminary assessment by the Company's management according to the latest unaudited management accounts of the Group. Detailed financial information of the Group will be disclosed in its 2020 annual report.

Shareholders and potential investors of the Company should exercise caution when investing in or dealing in the securities of the Company.

By order of the Board
China BlueChemical Ltd.*
Wu Xiaoxia
Company Secretary

Beijing, the PRC
1 February 2021

As at the date of this announcement, the executive directors of the Company are Mr. Wang Weimin and Mr. Hou Xiaofeng, the non-executive directors of the Company are Mr. Guo Xinjun and Mr. Liu Zhenyu, and the independent non-executive directors of the Company are Ms. Karen Lee Kit Ying, Mr. Eddie Lee Kwan Hung and Mr. Yu Changchun.

* *For identification purpose only.*