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中遠海運控股股份有限公司
COSCO SHIPPING Holdings Co., Ltd.*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1919)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The “Announcement on the Provision of Loan Guarantees to the Subsidiaries” as published in Chinese on the website of the Shanghai Stock Exchange (www.sse.com.cn) on 30 March 2017 is enclosed hereto as overseas regulatory announcement in English and Chinese.

By Order of the Board
China COSCO Holdings Company Limited
Guo Huawei
Company Secretary

Shanghai, the People's Republic of China
30 March 2017

As at the date of this announcement, the directors of the Company are Mr. WAN Min² (Chairman), Mr. HUANG Xiaowen¹ (Vice Chairman), Mr. XU Zunwu¹, Mr. MA Jianhua², Mr. WANG Haimin¹, Mr. ZHANG Wei (張為)¹, Mr. FENG Boming², Mr. ZHANG Wei (張煒)², Mr. CHEN Dong², Dr. FAN HSU Lai Tai, Rita³, Mr. KWONG Che Keung, Gordon³, Mr. Peter Guy BOWIE³ and Mr. YANG, Liang Yee Philip³.

¹. *Executive Director*

². *Non-executive Director*

³. *Independent non-executive Director*

* *For identification purpose only*

COSCO SHIPPING Holdings Co., Ltd.

Announcement on the Provision of Loan Guarantees to the Subsidiaries

The board of directors and all directors of the Company warrant that this announcement does not contain any false representations, misleading statements or material omissions. The directors of the Company jointly and severally accept responsibility for the truthfulness, accuracy and completeness of the contents in this announcement.

Important information:

- Name of the guaranteed party: COSCO SHIPPING Lines Co., Ltd.* (中遠海運集裝箱運輸有限公司)
- The amount of the Guarantees is not expected to exceed US\$1.5 billion
- As at 31 December 2016, the aggregate amount of external guarantees provided by COSCO SHIPPING Holdings was RMB9.224 billion (audited for 2016).
- The Company has no overdue external guarantees.

1. Summary of the Guarantees

To satisfy the needs of day-to-day operations and according to forecasts and estimates of COSCO SHIPPING Holdings Co., Ltd.* (hereinafter referred to as “**COSCO SHIPPING Holdings**” or the “**Company**”), COSCO SHIPPING Holdings needs to provide guarantees to COSCO SHIPPING Lines Co., Ltd. (中遠海運集裝箱運輸有限公司) (hereinafter referred to as “**COSCO SHIPPING Lines**”), a wholly-owned subsidiary of the Company, to secure liquidity loans until the day the 2017 annual general meeting of the Company is convened. The loans are intended to meet the need for daily operating cash flow. It is expected that the aggregate amount of guarantees will not exceed US\$1.5 billion (hereinafter referred to as the “**Guarantees**”).

The Guarantees have been considered and approved by the 34th meeting of the fourth session of the board of directors of the Company on 30 March 2017 and a director was authorised to implement it. Pursuant to the relevant regulations and the relevant provisions of the articles of association of the Company, any provision of guarantee where the total amount of external guarantees provided by COSCO SHIPPING Holdings and its controlled subsidiaries exceeds 50% of the latest audited net assets of the Company, any provision of guarantees to guaranteed entities with an asset-to-liability ratio of over 70% and any provision of a single guarantee whose

amount exceeds 10% of the latest audited net assets must all be submitted to the general meetings of the Company for consideration and approval. Therefore, the provision of the Guarantees will be submitted for further consideration at the 2016 annual general meeting of the Company.

2. Basic information of the major guaranteed party

The guaranteed party:	COSCO SHIPPING Lines Co., Ltd.
Place of registration:	Room A-428, Lingang Management Service Center, 188 YeSheng Road, China (Shanghai) Pilot Free Trade Zone
Legal representative:	Huang Xiaowen (黃小文)
Registered capital:	RMB15,961,763,082
Scope of business:	International and domestic marine container shipping, arranging cargo space booking, vessel chartering, vessel sale and purchase, marine supplies, spare parts, boarding, supply of fuels and other ocean shipping related activities as well as onshore business; domestic coastal freightage and freight forwarding; communication service; crew outsourcing business; storage and multimodal transport of goods; shipping business between mainland China's open ports and Hong Kong and Macau, general cargo vessel and container feeder liner transport along domestic coasts, middle and lower reaches of Yangtze River and Pearl River Delta; import and export business of cargo and technology; E-commerce (excluding value-added telecommunication and financial businesses); business consultation (excluding brokerage). (The businesses subject to permission by relevant authorities are operated under permits.)
Shareholding structure:	COSCO SHIPPING Holdings holds 100% equity interest in COSCO SHIPPING Lines

Major financial conditions: As at 31 December 2016, COSCO SHIPPING Lines had total assets of RMB62,925,176,813.00, total liabilities of RMB58,076,090,348.46 (including total bank borrowings of RMB37,242,457,382.68 and total current liabilities of RMB27,771,493,786.18) and net assets of RMB4,849,086,464.54. For 2016, COSCO SHIPPING Lines realized operating revenue of RMB66,569,029,551.98 and net loss of RMB6,870,619,007.08 (audited for 2016).

3. Principal terms of the Guarantee Agreement

The Guarantees are guarantees provided by COSCO SHIPPING Holdings to its subsidiaries. Definitive agreements have not yet been prepared. The terms of any guarantee agreements signed by COSCO SHIPPING Holdings with its subsidiaries under the Guarantees will be prepared based on the terms of agreements entered into by COSCO SHIPPING Holdings in the past in relation to the provision of guarantees to its subsidiaries. The Guarantees do not have any guarantee fees.

4. Opinion of the Board of Directors

The board of directors of the Company considers that the Guarantees provided by COSCO SHIPPING Holdings for the liquidity loans of COSCO SHIPPING Lines can effectively control and prevent certain risks. The decision of the board of directors complies with relevant regulations and the procedures provided by the articles of association of the Company

5. Independent Opinions

The independent directors of the Company have issued independent opinions regarding the resolution. They believe that with the guarantee entity being a wholly-owned subsidiary of the Company, there is no transfer of resources or interests, which is in the interests of the Company and its shareholders as a whole. They have agreed to the guarantee and to put forward the resolution in the general meeting.

6. Aggregate Amounts of External Guarantees and of Overdue Guarantees

As at 31 December 2016, the aggregate amount of external guarantees provided by COSCO SHIPPING Holdings was RMB9.224 billion (audited for 2016), accounting for 25% of the latest audited net assets of COSCO SHIPPING on a consolidated basis. The aggregate amount of external guarantees provided by the

controlled subsidiaries of COSCO SHIPPING Holdings was RMB4.23 billion (audited for 2016), accounting for 11% of the latest audited net assets of COSCO SHIPPING Holdings on a consolidated basis. The Company has no overdue external guarantees.

7. Documents Available for Inspection

1. resolutions passed at the 34th meeting of the fourth session of the board of directors of COSCO SHIPPING Holdings
2. basic information, latest financial statements and a copy of the business license of COSCO SHIPPING Lines

Notice is hereby given.

COSCO SHIPPING Holdings Co., Ltd.

30 March 2017