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Qinghai Provincial Investment Group Co., Ltd.
(青海省投資集團有限公司)

(incorporated with limited liability in the People's Republic of China)

**ANNOUNCEMENT REGARDING US\$300,000,000 6.40 PER CENT. BONDS DUE 2021
(THE "BONDS")**

Reference is made to the announcement of Qinghai Provincial Investment Group Co., Ltd. (the "**Issuer**") dated 5 March 2019 (the "**March 2019 Notice**").

As set out in the March 2019 Notice, on 22 February 2017, the Issuer issued US\$300,000,000 7.25 per cent. bonds due 22 February 2020 (the "**2020 Bonds**") and on 22 March 2018, the Issuer issued US\$250,000,000 7.875 per cent. bonds due 22 March 2021 (the "**2021 Bonds**").

August 2019 Relevant Event

On 22 August 2019 (the "**August Interest Payment Date**"), the Issuer was required to pay interest on the 2020 Bonds pursuant to the terms and conditions thereof. The Issuer did not make such payment of interest until 29 August 2019 (being five business days after the August Interest Payment Date), which resulted in an event of default under the terms and conditions of the 2020 Bonds (the "**August 2019 Relevant Event**").

The August 2019 Relevant Event has, despite the subsequent payment by the Issuer five business days after the August Interest Payment Date, triggered a cross-default under the Bonds and the 2021 Bonds.

January 2020 Relevant Event

On 10 January 2020 (the "**January Interest Payment Date**"), the Issuer was required to pay interest on the Bonds pursuant to the terms and conditions thereof. The Issuer did not make such payment, which resulted in an event of default under the terms and conditions of the Bonds (the "**January 2020 Relevant Event**").

The January 2020 Relevant Event has triggered a cross-default under the 2020 Bonds and the 2021 Bonds.

By Order of the Board
**QINGHAI PROVINCIAL
INVESTMENT GROUP CO., LTD.**
Mr. Cheng Guoxun
Director

16 January 2020