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C.P. POKPHAND CO. LTD.

(Incorporated in Bermuda with limited liability)

(Stock Code: 43)

POSITIVE PROFIT ALERT

This announcement is made by C.P. Pokphand Co. Ltd. (the “Company”, and together with its subsidiaries, the “Group”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Future Ordinance (Chapter 571, Law of Hong Kong).

The board of directors of the Company (the “Board”) wishes to inform shareholders of the Company (the “Shareholders”) and potential investors that, based on preliminary information, the Group is expected to record a consolidated profit attributable to Shareholders of between US\$310 million to US\$330 million for the six months ended 30 June 2020 (“First Half 2020”), which is substantially higher than the amount of approximately US\$82 million recorded for the six months ended 30 June 2019 (“First Half 2019”). For reference and to put this substantial increase in perspective, the consolidated profit attributable to Shareholders of the Group for the second, third and fourth quarters in 2019 and the first quarter in 2020 were US\$40 million, US\$44 million, US\$220 million and US\$133 million, respectively (Note).

The expected increase in profit in First Half 2020 when compared to the profit recorded in First Half 2019 was mainly due to much higher swine prices in Vietnam in First Half 2020 when compared to those in First Half 2019, resulting in higher profit margin and reduced negative net changes in fair value of biological assets of the Vietnam farming business achieved in First Half 2020.

The information contained in this announcement is based on materials currently available to the Company and the Company is still in the process of preparing the unaudited consolidated results for First Half 2020. The Company expects to announce the First Half 2020 results of the Group in mid-August 2020.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

(Note: The amounts of consolidated profit attributable to Shareholders of the Group for the second, third and fourth quarters of 2019 are based on the consolidated profit attributable to Shareholders of the Group for First Half 2019 less that for the three months ended 31 March 2019, for the nine months ended 30 September 2019 (“First Nine Months 2019”) less that for First Half 2019, and for the year ended 31 December 2019 less that for First Nine Months 2019, respectively.)

By Order of the Board
Arunee Watcharananan
Director

Hong Kong, 21 July 2020

As at the date of this announcement, the Board comprises eight executive directors, namely, Mr. Soopakij Chearavanont, Mr. Adirek Sripratak, Mr. Suphachai Chearavanont, Mr. Narong Chearavanont, Mr. Bai Shanlin, Mr. Sooksunt Jiumjaiswanglerg, Mrs. Arunee Watcharananan and Mr. Yu Jianping; two non-executive directors, namely, Mr. Meth Jiaravanont and Mr. Yoichi Ikezoe; and five independent non-executive directors, namely, Mr. Vinai Vittavasgarnvej, Mrs. Vatchari Vimooktayon, Mr. Cheng Yuk Wo, Professor Dr. Pongsak Angkasith and General Udomdej Sitabutr.