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**中油港燃能源集團控股有限公司**

**CHINA OIL GANGRAN ENERGY GROUP HOLDINGS LIMITED**

*(Incorporated in the Cayman Islands with limited liability)*

**Stock Code: 8132**

## **SUPPLEMENTAL ANNOUNCEMENT RELATING TO UPDATES ON THE STATUS OF THE INTERNAL CONTROL REVIEW AND THE AUDITOR'S REVIEW**

References are made to the announcements (the “**Announcements**”) of China Oil Gangran Energy Group Holdings Limited (the “**Company**”) dated 29 June 2018, 14 August 2018, 31 August 2018, 28 September 2018, 15 October 2018, 31 December 2018 and 14 February 2019, the annual report of the Company for the year ended 31 March 2018 (the “**2018 Annual Report**”) and the first quarterly report of the Company for the three months ended 30 June 2018 (the “**First Quarterly Report**”). Capitalised terms used in this announcement shall have the same meaning as those defined in the Announcements, unless otherwise stated therein.

### **STATUS OF THE INTERNAL CONTROL REVIEW**

As set out in the Announcements, the Company has previously engaged HK KCBC CPA Limited (“**HK KCBC**”) in October 2018 to take over the internal control review in respect of the disclaimer opinion (the “**Disclaimer Opinion**”) issued by the auditor for the consolidated annual results of the Company for the three months ended 31 March 2018 (the “**2018 Annual Results**”). As at the date of this announcement, HK KCBC has substantially completed their review and the latest draft internal control review report (the “**IC Report**”) was provided to the Company in March 2019. The Company is currently in the process of reviewing the latest draft IC Report and verifying the facts set out therein. As additional time is required for the Company to implement certain internal control recommendations from HK KCBC, there has been a delay in the issue of the finalized IC Report. The Company expects that the finalized IC Report will be ready on or before 15 May 2019.

The Board has also previously resolved to form a special investigation committee of the Company (the “**SIC**”) to look into the matters giving rise to the disclaimer of opinions in respect of the 2018 Annual Results and make appropriate recommendations. The SIC currently comprises Dr. Zheng Jian Peng, being an executive Director and the chief financial officer, members of the audit committee of the Company, namely Mr. Lau Sung Tat, Vincent (Chairman), Mr. Qin Shihui and Mr. He Wen and the Company's financial controller. In

order to facilitate the said investigation, the Company is recently engaging Crowe (HK) CPA Limited (“**Crowe HK**”), an independent certified public accountant firm, to assist the SIC on this matter. The SIC investigation is expected to be completed on or before 31 May 2019.

In view of the above, the Company will provide an update to the Shareholders on the results of the internal control review and the SIC investigation in respect of the Disclaimer Opinion on or before 31 May 2019.

## **STATUS OF THE AUDITOR’S REVIEW**

As set out in the Announcements, the Company has previously engaged an external auditor, HLM CPA Limited (the “**Auditor**”), to perform a review on the unaudited consolidated first quarterly results of the Company for the three months ended 30 June 2018 (the “**First Quarterly Results**”) due to the inadvertent error in the First Quarterly Results announcement and the First Quarterly Report. During the course of the review engagement and up to the date of this announcement, the Company and the Auditor could not reach a mutual agreement on the professional fees for the said engagement. As a result, there has been a delay in the review of the First Quarterly Results and the preparation of the relevant report. Subject to the above being resolved, the Company expects that the final report will be ready on or before 30 June 2019.

On 3 September 2018, the Board resolved to form the SIC to investigate, among others, as to whether the amount of revenue from sales of power and data cords and inlet sockets as reported in the First Quarterly Results announcement was incorrect. Further, the Company had also taken steps to evaluate potential deficiencies in the Company’s internal control system regarding the financial statement closing process. In order to facilitate the said investigation, the Company is recently engaging Crowe HK to assist the SIC on this matter. The SIC investigation is expected to be completed on or before 30 June 2019.

In view of the above, the Company will provide an update to the Shareholders on the results of the auditor’s review, the SIC investigation and internal control review in respect of the First Quarterly Results on or before 30 June 2019.

By order of the Board  
**China Oil Gangran Energy Group Holdings Limited**  
**Zou Donghai**  
*Chairman*

Hong Kong, 28 March 2019

*As at the date of this announcement, the executive Directors are Mr. Zou Donghai, Mr. Rong Changjun, Mr. Zhang Wenrong, Dr. Zheng Jian Peng, Mr. Yuan Beisheng and Ms. Hui Sai Ha; and the independent non-executive Directors are Mr. Lau Sung Tat, Vincent, Mr. Qin Shihui and Mr. He Wen.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the “Latest Company Announcements” page of the GEM website at <http://www.hkgem.com> for at least 7 days from the date of its posting and on the websites of the Company at [www.chinaoilgangran.com](http://www.chinaoilgangran.com) and <http://chinaoilgangran.todayir.com>.*