中國中鐵股份有限公司
CHINA RAILWAY GROUP LIMITED

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 390)

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

Please refer to the attached "Announcement of China Railway Group Limited on Winning of Bid for a PPP Project" published by China Railway Group Limited on the Shanghai Stock Exchange website on 4 August 2016 for your information.

By Order of the Board
China Railway Group Limited
LI Changjin
Chairman

4 August 2016

As at the date of this announcement, the executive directors of the Company are LI Changjin (Chairman), YAO Guiqing and ZHANG Zongyan; and the independent non-executive directors are GUO Peizhang, WEN Baoman, ZHENG Qingzhi and NGAI Wai Fung.

Announcement of China Railway Group Limited on Winning of Bid for a PPP Project

The board of directors of China Railway Group Limited (the "Company") and all the directors hereby undertake that this announcement does not have any false or misleading statements or any material omissions, and assume the joint and several liability for the truthfulness, accuracy and completeness of the contents.

Recently, the consortium comprising the Company and an independent third party has won the bid for the PPP Project of Hohhot Metro Line 1 Phase One. The total length of the line is 21.932km and the total project investment amount is approximately RMB14.68 billion. The total cooperation period will be approximately 30 years with 57 months of construction period and 25 years of operating period.

The project will adopt Public-Private-Partnership (PPP) model for construction. The private capital investor of the project will be determined by Hohhot Transportation Investment Co., Ltd., the project purchaser authorised by Hohhot Municipal Government, through public tendering of government procurement. A PPP project company will be established jointly by both parties. The government has authorised the Office of Construction and Management of Airport and Railway of Hohhot to sign the concession agreement with the project company on behalf of the government. The capital of the project is approximately 50% of the total investment of the project and the shareholding of the government and the consortium in the project company is 49%:51%.

The project company will be responsible for investment and financing, construction, operation, maintenance and transfer of the project. The investors will realise the investment and reasonable return through the mechanism of payment by users + viability gap funding by the government. The project will be transferred to the municipal government or other designated institutions at nil consideration upon the expiration of the cooperation period.

The bidding for the said project has been considered and approved at the eighteenth meeting of the third session of the board of directors of the Company.

Notice is hereby given.

The Board of Directors of
China Railway Group Limited

5 August 2016