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*This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities. Potential investors should read the prospectus dated May 9, 2013 (the “**Prospectus**”) issued by China Galaxy Securities Co., Ltd. (“the **Company**”) for detailed information about the Global Offering described below before deciding whether or not to invest in the H Shares thereby being offered. Hong Kong Exchanges and Clearing Limited, The Stock Exchange of Hong Kong Limited (the “**Hong Kong Stock Exchange**”) and Hong Kong Securities Clearing Company Limited (“**HKSCC**”) take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

*In connection with the Global Offering, Goldman Sachs (Asia) L.L.C. and/or its affiliates or any person acting for it (the “**Stabilizing Manager**”), on behalf of the Underwriters, may over-allocate or effect short sales or any other stabilizing transactions with a view to stabilizing or maintaining the market price of the H Shares at a level higher than that which might otherwise prevail in the open market for a limited period which begins on the day on which trading of the H Shares commences on the Hong Kong Stock Exchange and ends on the thirtieth day after the last day for the lodging of applications under the Hong Kong Public Offering. However, there is no obligation on the Stabilizing Manager, its affiliates or any person acting for it to conduct any such stabilizing action. Such stabilization may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws and regulatory requirements, including the Securities and Futures (Price Stabilizing) Rules made under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong). Such stabilization, if commenced, will be conducted at the absolute discretion of the Stabilizing Manager and/or its affiliates or any person acting for it and may be discontinued at any time, and must be brought to an end after a limited period. The details of the intended stabilization and how it will be regulated under the Securities and Futures Ordinance are contained in the Prospectus. The number of H Shares being offered in the Global Offering may be increased by up to and not more than an aggregate of 235,149,500 H Shares (representing approximately 15% of the initial Offer Shares under the Global Offering) through the exercise of the Over-allotment Option granted to the International Underwriters by the Company and the Selling Shareholder exercisable by the Joint Global Coordinators on behalf of the International Underwriters to, among other things, cover over-allocations (if any) in the International Offering, which option is exercisable at any time from the date of the International Underwriting Agreement up to (and including) the date which is the thirtieth day from the last day for lodging of applications under the Hong Kong Public Offering. In the event that such Over-allotment Option is exercised, a press announcement will be made.*

Unless otherwise defined in this announcement, terms defined in the Prospectus have the same meanings when used in this announcement.

GLOBAL OFFERING

NUMBER OF OFFER SHARES IN THE GLOBAL OFFERING	:	1,567,665,000 H SHARES (COMPRISING 1,500,000,000 H SHARES TO BE OFFERED BY THE COMPANY AND 67,665,000 SALE SHARES TO BE OFFERED BY THE SELLING SHAREHOLDER SUBJECT TO THE OVER-ALLOTMENT OPTION)
NUMBER OF OFFER SHARES IN THE INTERNATIONAL OFFERING	:	1,410,898,500 H SHARES (SUBJECT TO ADJUSTMENT AND THE OVER-ALLOTMENT OPTION)
NUMBER OF HONG KONG OFFER SHARES	:	156,766,500 H SHARES (SUBJECT TO ADJUSTMENT)
MAXIMUM OFFER PRICE	:	HK\$6.77 PER H SHARE, PLUS 1% BROKERAGE, SFC TRANSACTION LEVY OF 0.003%, AND A HONG KONG STOCK EXCHANGE TRADING FEE OF 0.005% (PAYABLE IN FULL ON APPLICATION IN HONG KONG DOLLARS AND SUBJECT TO REFUND)
NOMINAL VALUE	:	RMB1.00 PER H SHARE
STOCK CODE	:	06881

Joint Sponsors

Goldman Sachs

J.P.Morgan

 **中國銀河國際**
CHINA GALAXY INTERNATIONAL

Joint Global Coordinators

Goldman Sachs

J.P.Morgan  **中國銀河國際**
CHINA GALAXY INTERNATIONAL  **農銀國際**
ABC INTERNATIONAL

NOMURA

Joint Bookrunners and Joint Lead Managers

Goldman Sachs

J.P.Morgan  **中國銀河國際**
CHINA GALAXY INTERNATIONAL  **農銀國際**
ABC INTERNATIONAL

NOMURA

 **UBS**

 **建銀國際**
CIB International

Deutsche Bank 

Standard Chartered 

ICBC  **工銀國際**

CREDIT SUISSE 

 **海通國際**
HAITONG

 **中信証券國際**
CITIC Securities International

 **國泰君安國際**
GUOTAI JUNAN INTERNATIONAL

 **安信國際**
ESSENCE INTERNATIONAL

BofA Merrill Lynch  **BOC INTERNATIONAL**

HSBC 

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 **交銀國際**
BOCOM International

 **光大證券**
EBS INTERNATIONAL

Application has been made to the Listing Committee of the Hong Kong Stock Exchange for the granting of the approval for the listing of, and permission to deal in, (i) the H Shares to be issued or sold pursuant to the Global Offering (including any additional H Shares which may be issued or sold pursuant to the exercise of the Over-allotment Option); and (ii) the H Shares which will be converted from Domestic Shares and transferred to NSSF pursuant to the relevant PRC regulations relating to reduction of state-owned shares. Dealings in the H Shares on the Hong Kong Stock Exchange are expected to commence on Wednesday, May 22, 2013. In the event the Over-allotment Option is exercised, a press announcement will be made. The H Shares will be traded in board lots of 500 H Shares each. The Company is initially offering 1,410,898,500 H Shares (subject to adjustment and before exercise of the Over-allotment Option) under the International Offering and 156,766,500 Hong Kong Offer Shares under the Hong Kong Public Offering for subscription by the public in Hong Kong at the maximum offer price, representing approximately 90% and 10% respectively of the total number of Offer Shares initially available under the Global Offering. In connection with the Global Offering, the Joint Global Coordinators, as representatives of the International Underwriters, have an option to require the Company to issue and allot up to 235,149,500 additional Offer Shares, representing approximately 15% of the initial number of Offer Shares to be offered in the Global Offering. The allocation of the H Shares between the Hong Kong Public Offering and the International Offering is subject to adjustment as stated in the paragraph headed “The Hong Kong Public Offering — Reallocation” under the section in the Prospectus entitled “Structure of the Global Offering”.

Applications for the Hong Kong Offer Shares will only be considered on the basis of the terms and conditions set out in the Prospectus, the **WHITE** or **YELLOW** Application Forms and the designated website (www.eipo.com.hk) for **White Form eIPO**.

Applicants who wish to be allotted the Hong Kong Offer Shares in their own names should (i) complete and sign the **WHITE** Application Form; or (ii) submit applications online through the designated website of the **White Form eIPO Service Provider** at www.eipo.com.hk under the **White Form eIPO** service. Applicants who wish to have the Hong Kong Offer Shares allotted and issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participants maintained in CCASS should (i) complete and sign the **YELLOW** Application Forms; or (ii) give **electronic application instructions** to HKSCC via CCASS.

Copies of the Prospectus, together with the **WHITE** Application Forms, may be obtained during business hours from 9:00 a.m. on Thursday, May 9, 2013 until 12:00 noon on Tuesday, May 14, 2013 (or such later date as may apply as described in the section headed “How to Apply for Hong Kong Offer Shares — Effect of Bad Weather on the Opening of the Application Lists” in the Prospectus) from any of the following addresses of the Hong Kong Underwriters:

Goldman Sachs (Asia) L.L.C.

68/F, Cheung Kong Center, 2 Queen’s Road Central, Central, Hong Kong

J.P. Morgan Securities (Asia Pacific) Limited

28/F Chater House, 8 Connaught Road, Central, Hong Kong

China Galaxy International Securities (Hong Kong) Co., Limited

Unit 3501, 3513-14, 35/F, Cosco Tower, 183 Queen’s Road Central, Sheung Wan, Hong Kong

ABCI Securities Company Limited

Room 701, 7/F, One Pacific Place, 88 Queensway, Hong Kong

Nomura International (Hong Kong) Limited

30/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong

UBS AG, Hong Kong Branch

52/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong

CCB International Capital Limited

34/F, Two Pacific Place, 88 Queensway, Admiralty, Hong Kong

Deutsche Bank AG, Hong Kong Branch

Level 52, International Commerce Centre, 1 Austin Road West, Kowloon, Hong Kong

Standard Chartered Securities (Hong Kong) Limited

15/F, Two International Finance Center, 8 Finance Street, Central, Hong Kong

ICBC International Securities Limited

37/F, ICBC Tower, 3 Garden Road, Hong Kong

Credit Suisse (Hong Kong) Limited

Level 88, International Commerce Centre, 1 Austin Road West, Kowloon, Hong Kong

Haitong International Securities Company Limited

22/F Li Po Chun Chambers, 189 Des Voeux Road Central, Hong Kong

CITIC Securities Corporate Finance (HK) Limited

26/F, CITIC Tower, 1 Tim Mei Avenue, Central, Hong Kong

Guotai Junan Securities (Hong Kong) Limited

27th Floor, Low Block, Grand Millennium Plaza, 181 Queen's Road Central, Hong Kong

Essence International Securities (Hong Kong) Limited

39/F, One Exchange Square, Central, Hong Kong

Merrill Lynch Far East Limited

15/F Citibank Tower, 3 Garden Road, Central, Hong Kong

BOCI Asia Limited

26th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong

The Hongkong and Shanghai Banking Corporation Limited

1 Queen's Road Central, Hong Kong

Citigroup Global Markets Asia Limited

50th Floor, Citibank Tower, Citibank Plaza, 3 Garden Road, Central, Hong Kong

BOCOM International Securities Limited

9th Floor, Man Yee Building, 68 Des Voeux Road Central, Hong Kong

China Everbright Securities (HK) Limited

36/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong

Bright Smart Securities International (H.K.) Limited

10th Floor, Wing On House, 71 Des Voeux Road Central, Central, Hong Kong

China Merchants Securities (HK) Co., Limited

48/F., One Exchange Square, Central, Hong Kong

KGI Capital Asia Limited

41/F Central Plaza, 18 Harbour Road, Wanchai, Hong Kong

Shenyin Wanguo Capital (H.K.) Limited

28/F., Citibank Tower, Citibank Plaza, 3 Garden Road, Central, Hong Kong

Taiping Securities (HK) Co., Ltd.

29/F., China Insurance Group Bldg., 141 Des Voeux Road Central, Hong Kong

Tung Shing Securities (Brokers) Limited

22, 23 & 25/F, China Overseas Building, 139 Hennessy Road, Wanchai, Hong Kong

or any of the following branches or sub-branches of:

(i) **Bank of China (Hong Kong) Limited**

	Branch Name	Address
Hong Kong Island:	Bank of China Tower Branch North Point (Kiu Fai Mansion) Branch Sheung Wan Branch	3/F, 1 Garden Road 413–415 King’s Road, North Point 252 Des Voeux Road Central
Kowloon:	Telford Gardens Branch Mei Foo Mount Sterling Mall Branch	Shop P2 Telford Gardens, Kowloon Bay Shop N47–49 Mount Sterling Mall, Mei Foo Sun Chuen
New Territories:	Tuen Mun San Hui Branch Castle Peak Road (Yuen Long) Branch	G13–G14 Eldo Court, Heung Sze Wui Road, Tuen Mun 162 Castle Peak Road, Yuen Long

(ii) **Standard Chartered Bank (Hong Kong) Limited**

	Branch Name	Address
Hong Kong Island:	Hennessy Road Branch Quarry Bay Branch	399 Hennessy Road, Wanchai G/F, Westlands Gardens, 1027 King’s Road, Quarry Bay
Kowloon:	Kwun Tong Hoi Yuen Road Branch Mongkok Branch Tsimshatsui Branch	G/F, Fook Cheong Building, No. 63 Hoi Yuen Road, Kwun Tong, Kowloon Shop B, G/F, 1/F & 2/F, 617–623 Nathan Road, Mongkok G/F, 8A–10 Granville Road, Tsimshatsui
New Territories:	Tsuen Wan Branch Shatin New Town Plaza Branch	Shop C, G/F & 1/F, Jade Plaza, 298 Sha Tsui Road, Tsuen Wan Shop 215, 222 & 223 on Level 2, Phase 1, New Town Plaza, Shatin

(iii) **Bank of Communications Co., Ltd. Hong Kong Branch**

	Branch Name	Address
Hong Kong Island:	Hong Kong Branch Chaiwan Sub-Branch	20 Pedder Street, Central G/F., 121–121A Wan Tsui Road, Chaiwan
Kowloon:	Kowloon Sub-Branch Cheung Sha Wan Plaza Sub-Branch Hung Hom Sub-Branch	G/F., 563 Nathan Road Unit G04, Cheung Sha Wan Plaza, 833 Cheung Sha Wan Road Flat/Rm A6, G/F., Wing Kwai Building, 1–3 Tak Man Street, Whampoa Estate
New Territories:	Market Street Sub-Branch Tseung Kwan O Sub-Branch	G/F., 53 Market Street, Tsuen Wan Shop 253–255, Metro City Shopping Arcade, Phase I, Tseung Kwan O

Copies of the Prospectus, together with the **YELLOW** Application Forms, may be obtained during normal business hours from 9:00 a.m. on Thursday, May 9, 2013 until 12:00 noon on Tuesday, May 14, 2013 at the Depository Counter of HKSCC at 2nd Floor, Infinitus Plaza, 199 Des Voeux Road Central, Hong Kong or your stockbroker, who may have **YELLOW** Application Forms and Prospectus available.

Applicants may apply online through the designated website of the **White Form eIPO** Service Provider at www.eipo.com.hk from 9:00 a.m. on Thursday, May 9, 2013 until 11:30 a.m. on Tuesday, May 14, 2013 (or such later date as may apply as described in the section headed “How to Apply for Hong Kong Offer Shares — Effect of Bad Weather on the Opening of the Application Lists” in the Prospectus) (24 hours daily, except on the last application day).

CCASS Participants can input **electronic application instructions** from 9:00 a.m. on Thursday, May 9, 2013 until 12:00 noon on Tuesday, May 14, 2013 (or such later date as may apply as described in the section headed “How to Apply for Hong Kong Offer Shares — Effect of Bad Weather on the Opening of the Application Lists” in the Prospectus).

Please refer to the sections entitled “Structure of the Global Offering” and “How to Apply for Hong Kong Offer Shares” of the Prospectus for details of the conditions and procedures of the Hong Kong Public Offering.

It is expected that the Offer Price will be published on Tuesday, May 21, 2013.

The Company expects to announce indication of levels of interest in the International Offering, levels in the applications of the Hong Kong Public Offer and the basis of allocation of the Hong Kong Offer Shares on Tuesday, May 21, 2013 in the South China Morning Post (in English), the Hong Kong Economics Times (in Chinese), the website of the Hong Kong Stock Exchange (www.hkexnews.hk) and the website of the Company (www.chinastock.com.cn).

The Hong Kong Identity Card/passport/Hong Kong Business Registration numbers of successful applicants under the Hong Kong Public Offering will be available at the times and date and in the manner specified in the section headed “How to Apply for Hong Kong Offer Shares — Publication of Results” in the Prospectus.

No temporary documents of title will be issued and no receipt will be issued for application monies received. Dealings in the H Shares on the Hong Kong Stock Exchange are expected to commence at 9:00 a.m. on Wednesday, May 22, 2013. The H Shares will be traded in board lots of 500 H Shares each, under the Company’s stock code 06881.

On behalf of the Board
China Galaxy Securities Co., Ltd.
Chen Youan
Chairman

Hong Kong, May 9, 2013

As at the date of this announcement, the Executive Directors of the Company are GU Weiguo, WU Chengming; the Non-Executive Directors are CHEN Youan, XU Guoping, LI Chenghui, SHI Xun, QI Xiaoli; and the Independent Non-Executive Directors are WANG Shiding, LIU Feng, ZHOU Ruijin, WU Yuwu.

Please also refer to the published version of this announcement in the South China Morning Post.