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Chun Sing Engineering Holdings Limited
震昇工程控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2277)

VOLUNTARY ANNOUNCEMENT

This announcement is made by Chun Sing Engineering Holdings Limited (the “**Company**” together with its subsidiaries, the “**Group**”) on a voluntary basis.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to announce that on 26 August 2016, China Huarong International Holdings Limited (“**Huarong International**”) as the lender and the Company as the borrower entered into a loan agreement (the “**Loan Agreement**”), pursuant to which Huarong International agreed to grant loans (the “**Loans**”) to the Company in a total principal amount of US\$300,000,000.

Pursuant to the Loan Agreement, the Loans in a total principal amount of US\$300,000,000, comprising three tranches, of which the tranche A Loan being US\$84,322,234.44 bears the interest rate of 3.87 per cent. per annum and due on 3 June 2019; the tranche B Loan being US\$108,034,307.98 bears the interest rate of 4.43 per cent. per annum and due on 3 June 2021; and the tranche C Loan being US\$107,643,457.58 bears the interest rate of 5.81 per cent. per annum and due on 3 June 2026. Any interest under the Loan Agreement will accrue from day to day and is calculated on the basis of the actual number of days elapsed and a year of 360 days.

Huarong International owns the entire issued share capital of Right Select International Limited which in turn holds approximately 27.99% issued share capital of the Company as at the date of this announcement. The Board is of the opinion that the terms of the Loan Agreement are arrived at after arm’s length negotiations between the Company and Huarong International and are on normal commercial terms. The interest rate contemplated under the Loan Agreement is better than the unsecured loan to be obtained by the Company from license banks in Hong Kong.

As set out in the Company's annual report for the year ended 31 March 2016, it is the Company's strategy to diversify its business operations. With the support of Huarong International by the provision of the Loans, the Company intends to expand its business operations to money lending, finance lease and other future investment opportunities which may arise from time to time.

As Huarong International is a connected person of the Company (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**")), the provision of the Loans by Huarong International to the Company constitutes a financial assistance for the Company under Chapter 14A of the Listing Rules. However given that terms of the Loan Agreement are on normal commercial terms or better and the Loans are not secured by any assets of the Group, the entering into of the Loan Agreement and the transactions contemplating thereunder are fully exempt from the reporting, announcement, circular, independent financial advice and shareholders' approval requirements pursuant to Rule 14A.90 of the Listing Rules.

By order of the Board
Chun Sing Engineering Holdings Limited
Qin Ling
Chairman

Hong Kong, 26 August 2016

As at the date of this announcement, the executive Directors are Mr. Qin Ling; Mr. Yeung Chun Wai Anthony, Mr. Kwan Wai Ming and Mr. Tian Ren Can; and the independent non-executive Directors are Mr. Chan Kee Huen Michael, Mr. Zhang Xiaoman and Mr. Tse Chi Wai.