

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited 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.



Enerchina Holdings Limited
威華達控股有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 622)

INSIDE INFORMATION

**TERMINATION OF MAJOR TRANSACTION
IN RELATION TO
THE MAJOR TRANSACTION OF THE ACQUISITION OF 70% OF
THE ISSUED SHARE CAPITAL IN THE TARGET COMPANY**

This announcement is made pursuant to Rule 13.09(2)(a) 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 Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcements of Enerchina Holdings Limited (the “**Company**”) dated 21 March 2017, 30 June 2017, 31 July 2017, 31 August 2017, 29 September 2017, 20 November 2017 and 30 November 2017 relating the acquisition agreement dated 21 March 2017 (the “**Acquisition Agreement**”), as amended and supplemented by the supplemental agreement dated 20 November 2017 (the “**Supplemental Agreement**”) in relation to the acquisition of 70% of the issued share capital in the Target Company. Unless otherwise stated, capitalised terms used herein shall have the same meanings as defined in the announcement of the Company dated 21 March 2017.

* *For identification purpose only*

TERMINATION AGREEMENT

The Board wishes to announce that the Purchaser and the Vendor entered into a termination agreement (the “**Termination Agreement**”) after trading hours of the Stock Exchange on 29 December 2017 in order to terminate the Acquisition Agreement (as amended and supplemented by the Supplemental Agreement) with immediate effect. As a result of the Termination Agreement, the Acquisition will not proceed.

REASON FOR THE TERMINATION AGREEMENT

The Acquisition would have constituted a major transaction for the Company under the Listing Rules and as such, would have been subject to approval by Shareholders at the SGM. The despatch of the circular has been continually delayed as a result of protracted regulatory processes and the additional time required to address such information for inclusion in the circular. As a result, the parties have mutually agreed to enter into the Termination Agreement, and the Vendor has returned the First Tranche Consideration of HK\$200,000,000 to the Purchaser on the date of the Termination Agreement.

As a result of the Termination Agreement, the Acquisition will not proceed and therefore, no circular will be despatched to the Shareholders and the SGM will not be convened.

The Board considers that the Termination Agreement will not have any material adverse effect on the operations or financial position of the Group. As at the date of this announcement, the Company indirectly holds 30% of the Target Group. The Company will continue to explore possibilities of increasing its shareholding in the Target Group when opportunities arise. The Company will make further announcement as and when appropriate.

Shareholders and potential investors are reminded to exercise caution when dealing in the securities of the Company.

By order of the Board
Enerchina Holdings Limited
Sam Nickolas David Hing Cheong
Acting Chairman and Executive Director

Hong Kong, 29 December 2017

As at the date of this announcement, the Board comprises the following directors:

Executive Directors:

Mr. Sam Nickolas David Hing Cheong

(Acting Chairman)

Mr. Chow Chi Wah Vincent

(Managing Director)

Mr. Wong Yat Fai

Independent Non-Executive Directors:

Mr. Cheung Wing Ping

Mr. Chui Kark Ming

Mr. Ma Ka Ki

Mr. Hung Cho Sing

Mr. Chan Hak Kan