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## **EASYKNIT ENTERPRISES HOLDINGS LIMITED**

**永義實業集團有限公司\***

*(Incorporated in Bermuda with limited liability)*

**(Stock code : 616)**

### **DISCLOSEABLE TRANSACTION ACQUISITION OF LISTED SECURITIES**

The Company, through its wholly owned subsidiary, acquired a total of 300,000 CLIFE Shares on the market for an aggregate consideration of approximately HK\$7,000,000 (excluding transaction costs) during the period from 8 February 2013 to 4 March 2013.

The Acquisition constitutes a discloseable transaction of the Company as the applicable percentage ratios exceeds 5% but is less than 25%.

#### **THE ACQUISITION**

The Company, through its wholly-owned subsidiary, acquired a total of 300,000 CLIFE Shares on the market for an aggregate consideration of approximately HK\$7,000,000 during the period from 8 February 2013 to 4 March 2013 (excluding transaction costs).

As the Acquisition was made on the market, the Company is not aware of the identities of the vendors of the CLIFE Shares. To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, each of the vendors of the CLIFE Shares and their ultimate beneficial owners are third parties independent of the Company and its connected persons (as defined in the Listing Rules).

#### **Assets Acquired**

300,000 CLIFE Shares, representing approximately 0.0011% of the issued shares of CLIFE based on the 28,264,705,000 CLIFE Shares in issue as at 28 February 2013 according to publicly available information.

#### **Consideration**

The aggregate consideration of the Acquisition is approximately HK\$7,000,000 (excluding transaction costs), which was satisfied in cash from internal resources of the Company. The consideration for the Acquisition represented the market price of the CLIFE Shares at the time of the Acquisition.

*\* for identification only*

## **REASONS FOR AND BENEFITS OF THE ACQUISITION**

The Group's principal businesses are property investment, garment sourcing and exporting businesses and investment in listed securities.

Having considered the track record of CLIFE and its recent performance, the Company considers that the CLIFE Shares are an attractive investment and can enhance the returns on cash for the Company.

As the Acquisition was made at market price, the Directors (including the independent non-executive Directors) are of the view that the Acquisition was fair and reasonable, on normal commercial terms and in the interests of the Company and its Shareholders as a whole.

## **INFORMATION ON CLIFE**

According to publicly available information, CLIFE is a joint-stock company incorporated in the PRC with limited liability and the H shares of which are listed on the main board of the Stock Exchange (Stock Code: 02628). According to its company profile made available on the internet, CLIFE provides life, annuities, accident and health insurance products in the PRC. Further information on CLIFE can be found on the website of the Stock Exchange. Based on the interim report of CLIFE for the six months ended 30 June 2012, the unaudited net asset value of CLIFE as at 30 June 2012 was RMB215,386 million. According to the annual reports of CLIFE for the two years ended 31 December 2010 and 31 December 2011 respectively, its net profits from ordinary activities before and after taxation were approximately RMB41,008 million and RMB33,811 million; and RMB20,513 million and 18,491 million respectively.

## **GENERAL**

The Acquisition constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules, as the applicable percentage ratios exceeds 5% but are less than 25%.

## **DEFINITIONS**

In this announcement, unless the context otherwise requires, the following terms have the following meanings:

“CLIFE”	China Life Insurance Company Limited, a joint stock company incorporated in the PRC with limited liability, the H shares of which are listed on the main board of the Stock Exchange (Stock code: 02628)
“CLIFE Shares”	overseas listed foreign shares with a par value of RMB1.00 each in the share capital of CLIFE, listed on the main board of the Stock Exchange and traded in Hong Kong dollars
“Acquisition”	the acquisition by the Company, through its wholly owned subsidiary, of a total of 300,000 CLIFE Shares on the market during the period from 8 February 2013 to 4 March 2013
“Board”	the board of Directors

“Company”	Easyknit Enterprises Holdings Limited, an exempted company incorporated in Bermuda with limited liability, the shares of which are listed on the Stock Exchange
“Director(s)”	director(s) of the Company
“discloseable transaction”	as defined in the Listing Rules
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“percentage ratios”	as defined in the Listing Rules
“PRC”	the People’s Republic of China
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	ordinary share(s) of HK\$0.01 each in the share capital of the Company
“Shareholder(s)”	holder(s) of Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

By Order of the Board  
**Easyknit Enterprises Holdings Limited**  
**Kwong Jimmy Cheung Tim**  
*Chairman and Chief Executive Officer*

Hong Kong, 5 March 2013

*As at the date of this announcement, the Board comprises Mr. Kwong Jimmy Cheung Tim, Ms. Lui Yuk Chu and Ms. Koon Ho Yan Candy as executive directors, Mr. Tse Wing Chiu Ricky as non-executive director and Mr. Kan Ka Hon, Mr. Lau Sin Ming and Mr. Foo Tak Ching as independent non-executive directors.*