

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.



CHINA INVESTMENT DEVELOPMENT LIMITED

中國投資開發有限公司

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)

(Stock Code: 204)

PROPOSED SHARE SUBDIVISION AND PROPOSED CHANGE IN BOARD LOT SIZE

Financial adviser to the Company



Gram Capital Limited
嘉林資本有限公司

PROPOSED SHARE SUBDIVISION

The Board proposes to put forward to the Shareholders a proposal to effect the proposed Share Subdivision whereby every one (1) issued and unissued Share of par value of HK\$0.01 each will be subdivided into ten (10) Subdivided Shares of par value of HK\$0.001 each. The Share Subdivision will become effective upon fulfillment of the conditions set out under the section headed “Conditions of the Share Subdivision” below.

PROPOSED CHANGE IN BOARD LOT SIZE

The Board proposes to change the board lot size for trading on the Stock Exchange from 2,000 Shares to 20,000 Subdivided Shares after and conditional upon the Share Subdivision becoming effective.

Other than the relevant expenses, including but not limited to professional fees and printing charges incurred, the implementation of the Share Subdivision and the Change in Board Lot Size will have no effect on the consolidated net asset value of the Group, nor will it alter the underlying assets, business, operations, management or financial position of the Company or the interests of the Shareholders. The Directors believe that the Share Subdivision will not have any material adverse effect on the financial position of the Group.

GENERAL

A SGM will be convened and held for the Shareholders to consider, and if thought fit, to approve the proposed Share Subdivision. A circular containing, among other things, further details about the Share Subdivision and the Change in Board Lot Size and the notice convening the SGM, will be despatched to the Shareholders on or before 10 December 2014.

PROPOSED SHARE SUBDIVISION

The Board proposes to put forward to the Shareholders a proposal to effect the proposed Share Subdivision whereby every one (1) issued and unissued Share of par value of HK\$0.01 each will be subdivided into ten (10) Subdivided Shares of par value of HK\$0.001 each.

Conditions of the Share Subdivision

The Share Subdivision is conditional upon (i) the passing of the relevant resolution to approve the Share Subdivision by the Shareholders at the SGM; and (ii) the Listing Committee of the Stock Exchange granting approval to the listing of, and permission to deal in, the Subdivided Shares and the Subdivided Shares which may fall to be issued upon exercise of the Outstanding Options.

An application will be made by the Company to the Listing Committee of the Stock Exchange for the listing of, and the permission to deal in, the Subdivided Shares and the Subdivided Shares which may fall to be issued upon exercise of the Outstanding Options.

The Share Subdivision will become effective following the fulfillment of the above conditions.

Effect of the Share Subdivision

As at the date of this announcement, the authorised share capital of the Company is HK\$100,000,000 divided into 10,000,000,000 Shares of HK\$0.01 each, of which 833,251,487 Shares have been issued and are fully paid or credited as fully paid. Assuming that no further Shares are issued or repurchased between the date of this announcement and the date of the SGM, immediately after the Share Subdivision becoming effective, the authorised share capital of the Company will become HK\$100,000,000 divided into 100,000,000,000 Subdivided Shares of HK\$0.001 each, of which 8,332,514,870 Subdivided Shares will be in issue which are fully paid or credited as fully paid following the Share Subdivision becoming effective.

Upon the Share Subdivision becoming effective, the Subdivided Shares will rank *pari passu* in all respects with each other.

Free exchange of Subdivided Shares' certificates and trading arrangement

Subject to the Share Subdivision becoming effective, which is expected to be on Friday, 2 January 2015, Shareholders may, during the period from Friday, 2 January 2015 to Tuesday, 10 February 2015 (both days inclusive) between 9:00 a.m. and 4:00 p.m. on any Business Day, submit share certificates for the existing Shares in grey colour to the Company's branch share registrar and transfer office in Hong Kong, Union Registrars Limited at 18th Floor, Fook Lee Commercial Centre, Town Place, 33 Lockhart Road, Wanchai, Hong Kong (address to be changed to A18/F., Asia Orient Tower, Town Place, 33 Lockhart Road, Wanchai, Hong Kong with effect from 1 December 2014), to exchange, at the expense of the Company, for new certificates of the Subdivided Shares in blue colour. Thereafter, each share certificate for the existing Shares will be accepted for exchange only on payment of a fee of HK\$2.50 (or such higher amount as may from time to time be specified by the Stock Exchange) for each new share certificate issued for the Subdivided Shares or each share certificate for the existing Shares submitted for cancellation, whichever the number of certificates issued or cancelled is higher. Nevertheless, the share certificates for the existing Shares will continue to be good evidence of legal title and may be exchanged for new share certificates for the Subdivided Shares at any time but are not accepted for trading, settlement and registration upon completion of the Share Subdivision.

The Outstanding Options

As at the date of this announcement, 146,030,000 Outstanding Options granted under the Share Option Scheme are outstanding. Under the relevant terms and conditions thereof, the Share Subdivision may lead to adjustments to the exercise price and/or the number of shares of the Company falling to be issued upon exercise of the Outstanding Options pursuant to the terms thereof. Further announcement will be made by the Company in respect of such adjustments as and when appropriate.

Save for the aforesaid, the Company does not have any options outstanding under any share option scheme of the Company or any other derivatives, options, warrants and conversion rights or other similar rights which are convertible or exchangeable into shares of the Company as at the date of this announcement.

PROPOSED CHANGE IN BOARD LOT SIZE

As at the date of this announcement, the shares of the Company are traded in board lots of 2,000 Shares. The Board proposes to change the board lot size for trading on the Stock Exchange from 2,000 Shares to 20,000 Subdivided Shares after and conditional upon the Share Subdivision becoming effective.

Based on the closing price of HK\$1.81 per Share (equivalent to HK\$0.181 per Subdivided Share) as at the date of this announcement, the value of each board lot of 20,000 Subdivided Shares, assuming the Share Subdivision had already become effective, would be HK\$3,620.

Arrangement on odd lot trading

In order to facilitate the trading of odd lots (if any) of the Subdivided Shares, the Company will appoint a securities firm to provide matching services, on a best effort basis, to those Shareholders who wish to top up or sell their holding of odd lots of the Subdivided Shares. Details of the odd lot trading arrangement will be stated in the circular to be despatched to the Shareholders which shall also contain, inter alia, details of the Share Subdivision and the Change in Board Lot Size.

REASONS FOR THE SHARE SUBDIVISION AND THE CHANGE IN BOARD LOT SIZE

Upon the proposed Share Subdivision becoming effective, the par value of each share of the Company will decrease and the total number of shares of the Company in issue will increase. The Share Subdivision will result in a downward adjustment to the trading price of the shares of the Company. The Board believes that the Share Subdivision will reduce the trading spread as well as the volatility of the trading price of its shares and thus improving liquidity in the Company's Subdivided Shares. The Board also considers that the proposed Change in Board Lot Size will maintain the trading amount for each board lot at a reasonable level. In view of the above, the Board considers that the Share Subdivision and the Change in Board Lot Size are in the interests of the Company and the Shareholders as a whole.

Other than the relevant expenses, including but not limited to professional fees and printing charges incurred, the implementation of the Share Subdivision and the Change in Board Lot Size will have no effect on the consolidated net asset value of the Group, nor will it alter the underlying assets, business, operations, management or financial position of the Company or the interests of the Shareholders. The Directors believe that the Share Subdivision will not have any material adverse effect on the financial position of the Group.

EXPECTED TIMETABLE

The expected timetable for the Share Subdivision and the Change in Board Lot Size is set out below:

Event	Time and date
Expected date of despatch of the circular, notice and proxy form of the SGM	not later than Wednesday, 10 December 2014
Latest time for return of proxy form of the SGM (not less than 48 hours prior to time of the SGM)	11:00 a.m. on Sunday, 28 December 2014
SGM	11:00 a.m. on Tuesday, 30 December 2014

Event	Time and date
Announcement of results of the SGM	Tuesday, 30 December 2014
Effective date of the Share Subdivision.	Friday, 2 January 2015
Commencement of dealings in the Subdivided Shares.	9:00 a.m. on Friday, 2 January 2015
Original counter for trading in Shares (in board lots of 2,000 Shares) closes	9:00 a.m. on Friday, 2 January 2015
Temporary counter for trading in Subdivided Shares in board lots of 20,000 Subdivided Shares (in the form of existing share certificates) opens	9:00 a.m. on Friday, 2 January 2015
First day of free exchange of existing share certificates for new share certificates for Subdivided Shares commences	Friday, 2 January 2015
Original counter for trading in Subdivided Shares in new board lots of 20,000 Subdivided Shares (in the form of new share certificates) re-opens.	9:00 a.m. on Friday, 16 January 2015
Designated broker starts to stand in the market to provide matching services for the sale and purchase of odd lots of Subdivided Shares	9:00 a.m. on Friday, 16 January 2015
Parallel trading in Subdivided Shares (in the form of new and existing share certificates) begins	Friday, 16 January 2015
Designated broker ceases to stand in the market to provide matching services for the sale and purchase of odd lots of Subdivided Shares	4:00 p.m. on Thursday, 5 February 2015

Event	Time and date
Temporary counter for trading in board lots of 20,000 Subdivided Shares (in the form of existing share certificates) closes.	4:00 p.m. on Thursday, 5 February 2015
Parallel trading in Subdivided Shares (in the form of new and existing certificates) ends	4:00 p.m. on Thursday, 5 February 2015
Last day of free exchange of existing certificates for new certificates for Subdivided Shares	Tuesday, 10 February 2015

All times and dates in this announcement refer to Hong Kong local times and dates. Dates or deadlines specified in the expected timetable above are indicative only and may be extended or varied by the Company. Any changes to the expected timetable will be published or notified to the Shareholders as and when appropriate.

GENERAL

A SGM will be convened and held for the Shareholders to consider, and if thought fit, to approve the proposed Share Subdivision. A circular containing, among other things, further details about the Share Subdivision and the Change in Board Lot Size and the notice convening the SGM, will be despatched to the Shareholders on or before 10 December 2014.

DEFINITIONS

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

“Board”	the board of Directors
“Business Day”	a day (other than a Saturday and Sunday) on which licensed banks are generally open for business more than five hours in Hong Kong

“Change in Board Lot Size”	the proposed change in board lot size of the shares of the Company for trading on the Stock Exchange from 2,000 Shares to 20,000 Subdivided Shares
“Company”	China Investment Development Limited, a company incorporated in the Cayman Islands and continued in Bermuda with limited liability and the securities of which are listed on the Stock Exchange
“Director(s)”	director(s) of the Company
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollar, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Outstanding Options”	the right(s) granted under the Share Option Scheme to subscribe for shares of the Company in accordance with the Share Option Scheme
“PRC”	the People’s Republic of China
“SGM”	the special general meeting of the Company to be convened to consider and, if thought fit, to approve the proposed Share Subdivision
“Share Option Scheme”	the share option scheme of the Company adopted on 9 April 2009
“Share Subdivision”	the proposed subdivision of every one (1) issued and unissued Share of par value of HK\$0.01 each into ten (10) Subdivided Shares of par value of HK\$0.001 each
“Share(s)”	ordinary share(s) in the issued and unissued capital of the Company, the par value of which being of HK\$0.01 each prior to the Share Subdivision

“Shareholder(s)”	holder(s) of Shares or Subdivided Shares, as the case may be
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Subdivided Share(s)”	Share(s) of par value of HK\$0.001 each in the share capital of the Company upon completion of the Share Subdivision
“%” or “per cent.”	percentage or per centum

By Order of the Board of
China Investment Development Limited
Chen Yin
Chairman

Hong Kong, 21 November 2014

As at the date of this announcement, the Board comprises Mr. Chan Cheong Yee as executive Director, Mr. Chen Yin (Chairman) as non-executive Director, and Mr. Fong Wo, Felix, Mr. Leung Wing Kin and Mr. Leung Chi Kong as independent non-executive Directors.