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傳奇影業及娛樂集團有限公司
TLG Movie and Entertainment Group Limited
(incorporated in Hong Kong with limited liability)

**ANNOUNCEMENT PURSUANT TO RULE 3.7 OF THE TAKEOVERS
CODE IN RELATION TO A POSSIBLE VOLUNTARY CONDITIONAL
CASH PARTIAL OFFER BY TLG MOVIE AND ENTERTAINMENT
GROUP LIMITED TO ACQUIRE 29.9% OF THE ISSUED SHARES IN
THE CAPITAL OF TELEVISION BROADCASTS LIMITED**

This announcement is made by TLG Movie and Entertainment Group Limited (the “**Company**”) pursuant to Rule 3.7 of the Hong Kong Code on Takeovers and Mergers (the “**Takeovers Code**”).

The Company hereby announces that on 7 February 2017, the Company has sent a letter (the “**Preliminary Letter**”) to Television Broadcasts Limited (“**TVB**”), a company listed on the Main Board of The Stock Exchange of Hong Kong Limited with the stock code of 511, to inform the board of directors of TVB that it is in a position to undertake formal discussion with TVB regarding a possible voluntary conditional cash partial offer to acquire 29.9% of the issued shares in the capital of TVB (the “**Proposed Offer**”).

The Proposed Offer is subject to certain conditions, including (i) the conditional cash offer by Merrill Lynch (Asia Pacific) Limited on behalf of TVB to repurchase up to 138,000,000 shares of TVB at HK\$30.50 per share and the application for whitewash waiver announced by TVB on 24 January 2017 are voted down by the relevant shareholders of TVB and (ii) the acquisition of TVB shares under the Proposed Offer meets with the approval or no objection from the Communications Authority of Hong Kong (the “**CA Approval**”).

The Company expects that the announcement pursuant to Rule 3.5 of the Takeovers Code in relation to the Proposed Offer will be made during the week commencing on 20 February 2017.

As at the date of this announcement, the shareholders of the Company are Mr. Wai Ho Choi Geoffrey and Mr. Dong Wei-tsun Kelvin, and the sole director of the Company is Mr. Dong Wei-tsun Kelvin. Mr. Dong is a director and Mr. Wai is a non-executive director of TLG (HK) Holdings Limited which is engaged in the cultural industry and real estate development and investments.

Shareholders and potential investors should be aware that the Company may or may not proceed with the Proposed Offer. The Proposed Offer is subject to a number of conditions including the CA Approval and, if the Company proceeds with making an offer, it will be subject to the satisfaction or waiver of a number of conditions. There can therefore be no assurance that any such offer will proceed.

Dealing disclosure

In accordance with Rule 3.8 of the Takeovers Code, the associates (as defined under the Takeovers Code and including a person who owns or controls 5% or more of any class of relevant securities of TVB or the Company) of the Company are hereby reminded to disclose their dealings in the securities of TVB pursuant to the Takeovers Code.

In accordance with Rule 3.8 of the Takeovers Code, the full text of Note 11 to Rule 22 of the Takeovers Code is reproduced below:

“Responsibilities of stockbrokers, banks and other intermediaries

Stockbrokers, banks and others who deal in relevant securities on behalf of clients have a general duty to ensure, so far as they are able, that those clients are aware of the disclosure obligations attaching to associates and other persons under Rule 22 of the Takeovers Code and that those clients are willing to comply with them. Principal traders and dealers who deal directly with investors should, in appropriate cases, likewise draw attention to the relevant rules of the Takeovers Code. However, this does not apply when the total value of dealings (excluding stamp duty and commission) in any relevant security undertaken for a client during any 7-day period is less than HK\$1 million.

This dispensation does not alter the obligation of principals, associates and other persons themselves to initiate disclosure of their own dealings, whatever total value is involved.

Intermediaries are expected to co-operate with the Executive in its dealings enquiries. Therefore, those who deal in relevant securities should appreciate that stockbrokers and other intermediaries will supply the Executive with relevant information as to those dealings, including identities of clients, as part of that co-operation.”

By Order of the board of
**TLG MOVIE AND ENTERTAINMENT
GROUP LIMITED**
Dong Wei-tsun Kelvin
Sole Director

Hong Kong, 8 February 2017

The sole director and the shareholders of the Company jointly and severally accept full responsibility for the accuracy of the information contained in this announcement, and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement contained in this announcement misleading.