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首長四方(集團)有限公司*
SHOUGANG CONCORD GRAND (GROUP) LIMITED
(Incorporated in Bermuda with limited liability)
(Stock Code: 730)

**TERMINATION OF MASTER LOAN FACILITY AGREEMENT WITH
SHOUGANG SHUIGANG**

On 23 June 2017, the Company has entered into the Termination Agreement with Shougang Shuigang to terminate the Master Loan Facility Agreement with immediate effect. The parties have confirmed that there are no outstanding obligations under the Master Loan Facility Agreement. As a result of the termination of the Master Loan Facility Agreement, the guarantee provided by Shougang Shuigang and the mortgage of the Commercial Properties pursuant to the Master Loan Facility Agreement will also be released.

As Shougang Shuigang is an associate of Shougang Group Co., Ltd (首鋼集團有限公司) (formerly Shougang Corporation (首鋼總公司)), a connected person of the Company, the Termination Agreement constitutes a connected transaction for the Company under Chapter 14A of the Listing Rules. Nevertheless, as neither party to the Termination Agreement is required to make any payment to each other pursuant to the Termination Agreement, the entering into of the Termination Agreement is exempt from announcement, reporting and independent shareholders' approval requirements under Chapter 14A of the Listing Rules. This announcement is made by the Company pursuant to the requirement under Rule 14A.35 of the Listing Rules.

Reference is made to the announcement of the Company dated 10 October 2014 and the circular of the Company dated 28 October 2014 to the Shareholders (the "Circular") in respect of, inter alia, the Master Loan Facility Agreement entered into between the Company and Shougang Shuigang. Unless otherwise specified, capitalised terms used herein shall have the same meaning as those defined in the Circular.

TERMINATION AGREEMENT

As set out in the Circular, on 10 October 2014, the Company entered into the Master Loan Facility Agreement with Shougang Shuigang, pursuant to which the Company has agreed to provide, or procure its subsidiaries to provide, the Loan Facilities to Shougang Shuigang and/or its subsidiaries in an aggregate principal amount of up to HK\$250,000,000 for a term of 3 years.

On 23 June 2017, the Company has entered into the termination agreement (the “Termination Agreement”) with Shougang Shuigang to terminate the Master Loan Facility Agreement with immediate effect. The parties have confirmed that there are no outstanding obligations under the Master Loan Facility Agreement. As a result of the termination of the Master Loan Facility Agreement, the guarantee provided by Shougang Shuigang and the mortgage of the Commercial Properties pursuant to the Master Loan Facility Agreement will be released.

REASONS FOR ENTERING INTO THE TERMINATION AGREEMENT

Due to changes in the PRC credit market, there are differences in the expectations between the Company and Shougang Shuigang regarding the terms of facilities to be offered under the Master Loan Facility Agreement, both the Company and Shougang Shuigang expect that no transaction could be reached under the Master Loan Facility Agreement. In the circumstances, the parties have agreed to terminate the Master Loan Facility Agreement on an amicable basis. The Company believes that the termination of the Master Loan Facility Agreement would allow the Group to direct its resources in other business opportunities that could provide a higher return and would not have any adverse impact on the financial position and the business operation of the Group.

GENERAL

As Shougang Shuigang is an associate of Shougang Group Co., Ltd (首鋼集團有限公司) (formerly Shougang Corporation (首鋼總公司)), a connected person of the Company, the Termination Agreement constitutes a connected transaction for the Company under Chapter 14A of the Listing Rules. Nevertheless, as neither party to the Termination Agreement is required to make any payment to each other pursuant to the Termination Agreement, the entering into of the Termination Agreement is exempt from announcement, reporting and independent shareholders’ approval requirements under Chapter 14A of the Listing Rules. This announcement is made by the Company pursuant to Rule 14A.35 of the Listing Rules.

By Order of the Board
Shougang Concord Grand (Group) Limited
Xu Liang
Chairman and Managing Director

Hong Kong, 23 June 2017

As at the date of this announcement, the board of directors of the Company comprises Mr. Xu Liang (Chairman and Managing Director), Mr. Yang Junlin (Deputy Managing Director), Mr. Yuan Wenxin (Deputy Managing Director), Mr. Leung Shun Sang, Tony (Non-executive Director), Mr. Tam King Ching, Kenny (Independent Non-executive Director), Ms. Zhou Jianhong (Independent Non-executive Director) and Mr. Yip Kin Man, Raymond (Independent Non-executive Director).

** For identification purpose only*