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Unless otherwise defined herein, capitalised terms in this announcement shall have the same meanings as those defined in the prospectus dated 11 September 2018 (the “**Prospectus**”) issued by Xin Yuan Enterprises Group Limited (信源企業集團有限公司) (the “**Company**”).

This announcement is for information purposes only and does not constitute an offer or an invitation to induce an offer by any person to acquire, purchase or subscribe for the Shares or other securities of the Company. This announcement is not a prospectus. Potential investors should read the Prospectus for detailed information about the Company and the Global Offering described below before deciding whether or not to invest in the Offer Shares thereby offered.

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In connection with the Global Offering, China Industrial Securities International Capital Limited, as the stabilising manager (the “**Stabilising Manager**”), its affiliates or any person acting for it, on behalf of the International Underwriters, may, over-allocate Shares and/or effect any other transactions to the extent permitted by applicable laws of Hong Kong or elsewhere with a view to stabilising or supporting the market price of the Shares at a level higher than which might otherwise prevail in the open market for a limited period from the Listing Date and until the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. However, there is no obligation on the Stabilising Manager, its affiliates or any person acting for it to conduct any such stabilising activity, which if commenced, will be done at the absolute discretion of the Stabilising Manager, its affiliates or any person acting for it and may be discontinued at any time. Any such stabilising activity is required to be brought to an end on the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering, being Wednesday, 17 October 2018. Such stabilisation action, if commenced, may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws, rules and regulatory requirements in Hong Kong on stabilisation including the Securities and Futures (Price Stabilizing) Rules, as amended, made under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong). The details of the intended stabilisation and how it will be regulated under the Securities and Futures Ordinance are set out in the section headed “Structure of the Global Offering” in the Prospectus. After this date, an announcement will be made and no further stabilising action may be taken, and demand for the Shares, and therefore the price of the Shares, could fall.

In connection with the Global Offering, the Company has granted the Over-allotment Option to the International Underwriters which is exercisable in full or in part by the Joint Global Coordinators (on behalf of the International Underwriters), at any time from the Listing Date until the 30th day after the last day for lodging of applications under the Hong Kong Public Offering being Wednesday, 17 October 2018, to require the Company to allot and issue up to an aggregate of 15,000,000 additional Shares, representing approximately 15% of the total number of Offer Shares initially being offered under the Global Offering at the Offer Price to cover any over-allocations in the Share Offer and/or the obligations of the Stabilising Manager to return securities borrowed under the Stock Borrowing Agreement. As at the date of this announcement, the Stabilising Manager confirms that there has been no over-allocation in the International Offering and the Over-allotment Option has not been exercised and will not be exercised.

Potential investors of the Offer Shares should note that the Joint Global Coordinators (for themselves and on behalf of the Underwriters) have the right, at their sole and absolute discretion, to terminate the obligations under the Hong Kong Underwriting Agreement upon giving notice in writing to the Company if any of the events set out in the section headed “Underwriting — Underwriting arrangements and expenses — Grounds for termination” in the Prospectus occurs at any time prior to 8:00 a.m. (Hong Kong time) on the Listing Date (which is currently expected to be on Wednesday, 26 September 2018).

Xin Yuan Enterprises Group Limited

信源企業集團有限公司

(incorporated in the Cayman Islands with limited liability)

GLOBAL OFFERING

Number of Offer Shares under the Global Offering	: 100,000,000 Shares
Number of Hong Kong Offer Shares	: 10,000,000 Shares
Number of International Offer Shares	: 90,000,000 Shares
Offer Price	: HK\$1.50 per Offer Share, plus brokerage fee of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005% (payable in full on application in Hong Kong dollars and subject to refund)
Nominal value	: US\$0.01 per Share
Stock code	: 1748

Sole Sponsor



Joint Global Coordinators



Joint Bookrunners



Joint Lead Managers



ANNOUNCEMENT OF OFFER PRICE AND ALLOTMENT RESULTS