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(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8233)

VOLUNTARY ANNOUNCEMENT

ACQUISITION OF THE ENTIRE EQUITY INTERESTS IN THE TARGET COMPANY

THE ACQUISITION

The board of the directors (the “**Directors**”) of CIG Yangtze Ports PLC (the “**Company**”) (the “**Board**”) is pleased to announce that on 13 January 2017, Zhongji Tongshang Construction (Wuhan) Co., Limited* (中基通商建設(武漢)有限公司) (the “**Purchaser**”), a wholly-owned subsidiary of the Company, entered into an equity transfer agreement (the “**Equity Transfer Agreement**”) with each of Mr. Li Dengpan (李登攀) (“**Vendor 1**”) and Mr. Chen Shengyu (陳勝宇) (“**Vendor 2**”, and together with Vendor 1, the “**Vendors**”) pursuant to which the Purchaser agreed to acquire the entire equity interests in Hubei Haiwote Municipal Construction Engineering Co., Ltd* (湖北海沃特市政工程有限公司) (the “**Target Company**”) from the Vendors for an aggregate consideration of RMB43,600,000 (the “**Acquisition**”). Upon completion of the Acquisition, the Target Company will become a wholly-owned subsidiary of the Company.

The consideration for the Acquisition will be financed by internal resources available to the Company and its subsidiaries (the “**Group**”).

INFORMATION ON THE VENDOR AND THE TARGET COMPANY

As at the date of this announcement, Vendor 1 and Vendor 2 are individuals and respective holders of 87.5% and 12.5% equity interest in the Target Company. To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiry, each of the Vendors and its ultimate beneficial owner are third parties independent of the Company and its connected persons as at the date of this announcement.

The Target Company is a company established in the People’s Republic of China (the “**PRC**”) in July 2007 and is principally engaged in contracting of municipal construction projects.

* *For identification purpose only*

REASONS FOR AND BENEFITS OF THE ACQUISITION

The Company is incorporated in the Cayman Islands as an exempted company with limited liability. The Company, through its subsidiaries, engages in the investment, development, operation and management of container ports which are conducted through its various ports, including the WIT Port (武漢陽邏港), Multi-Purpose Port (通用港口), Hannan Port (漢南港), Shanyang Port (沙洋港) and Shipai Port (石牌港), which are either wholly-owned or majority-owned by the Group.

The Purchaser is a company established in the PRC in November 2016 and is principally engaged in (i) the investment of ports and infrastructure projects, (ii) ports and shipping facilities projects and (iii) equipment installation.

The Board believes that the Acquisition represents a good opportunity for the Group to diversify its business. Given that the Target company is principally engaged in contracting of municipal construction projects, it will enable the Group to explore new business opportunities in the construction industries. Accordingly, the Directors consider that the entering into of the Equity Transfer Agreement and Acquisition contemplated thereunder are carried out on normal commercial terms which are fair and reasonable and is in the interests of the shareholders of the Company (the “Shareholders”) as a whole.

LISTING RULES IMPLICATION

As each of the applicable percentage ratios under Rule 19.07 of the Rules Governing the Listing of Securities on the Growth Enterprise Market (“GEM”) of The Stock Exchange of Hong Kong Limited (the “GEM Listing Rules”) in respect of the Acquisition is below 5%, the entering into of the Equity Transfer Agreement with the Vendors does not constitute a notifiable transaction for the Company under Chapter 19 of the GEM Listing Rules and this announcement is made by the Company on a voluntary basis for the information of the Shareholders and potential investors of the Company.

By order of the Board
CIG Yangtze Ports PLC
Xie Bingmu
Executive Director

Hong Kong, 13 January 2017

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Xie Bingmu, Mr. Zhang Jiwei and Ms. Liu Qin, two non-executive Directors namely Mr. Yan Zhi and Mr. Xia Yu and three independent non-executive Directors namely Mr. Lee Kang Bor, Thomas, Dr. Mao Zhenhua and Mr. Wong Wai Keung, Frederick.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the Company's website at www.cigyangtzeports.com and the "Latest Company Announcement" page on the GEM website at www.hkgem.com for at least seven days of its posting.