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首長國際企業有限公司

SHOUGANG CONCORD INTERNATIONAL ENTERPRISES COMPANY LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 697)

ANNOUNCEMENT IN PURSUANCE OF RULE 13.18

On 15 April 2013, the Company entered into the Facility Agreement with the Bank. The Company announces the covenants relating to specific performance of the controlling shareholder under the Facility Agreement in accordance with the requirements under Rule 13.18 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Pursuant to a facility agreement dated 15 April 2013 (the “**Facility Agreement**”) entered into between Shougang Concord International Enterprises Company Limited (the “**Company**”) as borrower and Fubon Bank (Hong Kong) Limited (the “**Bank**”) as lender, the Bank would make available to the Company a committed term loan facility in an aggregate amount of HK\$350,000,000 (the “**Facility**”) in accordance with the terms and conditions contained therein. The Facility shall be repaid by the Company by instalments with the last instalment due on the final maturity date which is thirty-six (36) months from the date of the Facility Agreement. The Company shall apply the Facility towards refinancing an existing loan granted by the Bank and financing the general working capital requirement of the Company and its subsidiaries.

Pursuant to the Facility Agreement, each of the following will constitute an event of default upon which the Bank may declare that all or part of the Facility together with accrued interest and all other amounts accrued or outstanding be immediately due and payable: (i) Shougang Holding (Hong Kong) Limited (“**Shougang Holding**”, the controlling shareholder of the Company) ceases to be a wholly-owned subsidiary of Shougang Corporation, a company incorporated in the People’s Republic of China and is the holding company of Shougang Holding; (ii) Shougang Holding ceases to be the single largest beneficial shareholder of the Company with ownership of less than 35% of the equity interest and beneficial ownership in the Company; and (iii) Shougang Corporation ceases to be able to direct the affairs of Shougang Holding and/or to control the composition of the board of directors of Shougang Holding.

As at the date of this announcement, Shougang Holding and its associates beneficially own approximately 48% of the issued share capital of the Company.

The Company will comply with continuing disclosure requirements pursuant to Rule 13.21 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

By Order of the Board
**Shougang Concord International
Enterprises Company Limited**
Li Shaofeng
Managing Director

Hong Kong, 15 April 2013

As at the date of this announcement, the board of directors of the Company comprises Mr. Xu Ning (Chairman), Mr. Li Shaofeng (Managing Director), Mr. Zhang Wenhui (Deputy Managing Director), Mr. Chen Zhouping (Non-executive Director), Mr. Ip Tak Chuen, Edmond (Non-executive Director), Mr. Leung Shun Sang, Tony (Non-executive Director), Ms. Kan Lai Kuen, Alice (Independent Non-executive Director), Mr. Wong Kun Kim (Independent Non-executive Director) and Mr. Leung Kai Cheung (Independent Non-executive Director).