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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 9 February 2015, the Company entered into the Facility Letter. 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, the Company hereby announces the conditions in the Facility Letter imposing specific performance obligations on the controlling shareholders of the Company.

On 9 February 2015, Shougang Concord International Enterprises Company Limited (the “Company”) entered into a facility letter (the “Facility Letter”) with Bank of China (Hong Kong) Limited (the “Bank”) whereby the banking facilities of (i) a term loan up to USD35,000,000 (the “Facility I”); and (ii) a revolving loan up to USD15,000,000 (the “Facility II”) (Facility I and Facility II, collectively the “Facilities”) would be made available by the Bank to the Company subject to the terms and conditions of the Facility Letter. The Facility I shall be repaid by the Company by two instalments with the last instalment due on the date falling 42 months after the date of first drawn down of the Facility I while the Facility II shall be repaid or reborrowed by the Company at the end of each interest period provided that each drawdown must be repaid not later than one year from the date of relative drawdown.

Pursuant to the Facility Letter, the Company shall undertake and procure that (i) Shougang Holding (Hong Kong) Limited (“Shougang Holding”, the controlling shareholder of the Company) owns not less than 40% interest in the Company and Shougang Holding in turn shall be wholly-owned by Shougang Corporation throughout the life of the Facilities; (ii) Shougang Corporation should maintain management control in Shougang Holding; and (iii) Shougang Holding, either directly or through its subsidiaries indirectly, remains the single largest beneficial shareholder of the Company. Breach of any of the above will constitute an event of default upon which all amounts due or owing by the Company to the Bank under the Facilities shall become immediately due and payable.

As at the date of this announcement, Shougang Holding and its associates beneficially own approximately 48% of the total number of shares of the Company in issue.

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, 9 February 2015

*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. Ding Rucai (Deputy Managing 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).*