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**China Cinda Asset Management Co., Ltd.**

**中國信達資產管理股份有限公司**

*(a joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 01359)**

## **ANNOUNCEMENT IN RELATION TO THE ANNUAL DISCLOSURE OF CALCULATED VALUE OF UNLISTED DES ASSETS**

Reference is made to the Company's prospectus dated 28 November, 2013. Unless otherwise stated, capitalized terms used in this announcement shall have the same meaning as ascribed thereto in the Prospectus.

### **INTRODUCTION**

It was stated in the Prospectus that the Company planned to use "reasonable efforts to make meaningful disclosure of the calculated results of the available-for-sale unlisted equity investments on an annual basis after Listing and publish such results via announcement on the website of the Hong Kong Stock Exchange or other appropriate means."

The Board announces that, after careful consideration and consultation with the Hong Kong Stock Exchange, the Company shall cease its annual disclosure of the top 20 Unlisted DES Assets' calculated value (the "**Annual Calculated Value Disclosure**") from the date of this announcement.

The Directors, including the independent non-executive Directors, consider that as a result of the Company's rapid growth and consistent effort in disposing Unlisted DES Assets, the Annual Calculated Value Disclosure is no longer a means for meaningful disclosure to investors and is unduly burdensome to the Company. For the reasons stated below, the Board considers it fair and reasonable and in the interests of the Company and the Shareholders as a whole that the Company shall cease its Annual Calculated Value Disclosure.

### **REASONS FOR CEASING ANNUAL CALCULATED VALUE DISCLOSURE**

- (a) Since its Listing, the Company has been dedicated to the management and disposal of the Group's Unlisted DES Assets. As disclosed in the Prospectus and the Company's annual report for the year 2015, between December 31, 2012 and December 31, 2015, the total book value of Unlisted DES Assets has decreased 13.2% from RMB36,449 million to RMB31,638

million, while the Group's total assets value has increased 180.4% from RMB254,614 million to RMB713,975 million. As a result, the percentage of the Group's total assets attributable to the book value of Unlisted DES Assets has substantially decreased from 14.3% to 4.4%, a diminution that is expected to continue. As Unlisted DES Assets now comprises less than 5% of the Group's total assets, the Company considers the effect of Annual Calculated Value Disclosure has been sharply diminished.

- (b) As disclosed in the Prospectus and in the Company's annual reports for the years 2013, 2014 and 2015, the exit multiples(\*) of DES Assets disposal have been maintained at a steady level, demonstrating that the performance of the business of DES Assets Management is relatively stable. As the total exit multiples of listed and Unlisted DES Assets and those of Unlisted DES Assets alone, as well as the book value of listed and Unlisted DES Assets, will continue to be disclosed in the Company's annual reports, investors will be kept informed of key performance of the Company's DES Assets Management business. Continued Annual Calculated Value Disclosure is no longer meaningful disclosure for investors.

*Note (\*): please refer to the annual reports of the Company for the formula for calculating the exit multiples of DES Assets.*

- (c) The Company has noted a lack of investor and analyst interest in the calculated value of Unlisted DES Assets. In 2015, out of 105 investor meetings held, no question or issue regarding Unlisted DES Assets' calculated value has been raised by investors, and only 4 questions were asked regarding how changes to the macroeconomic climate affect the progress of DES Assets disposal. The Company notes that the marked lack of investor and analyst interest in the Unlisted DES Assets' calculated value reflects that the information is irrelevant and not material to investors, due to the reduced proportion of total assets attributable to the Unlisted DES Assets and the steady operating performance of DES Assets.
- (d) Each Annual Calculated Value Disclosure incurs considerable time and human-resources costs, demanding large amounts of dedicated time-investment by the Company's employees and substantial coordination at each of the top 20 unlisted DES Companies. As the calculated value of Unlisted DES Assets ceases to be material or meaningful for investors, the continued preparation of annual calculated value reports is unduly burdensome for the Company.

## CONCLUSION

In view of the fact that Annual Calculated Value Disclosure has become irrelevant and not material to investors, and that the preparation of reports is unduly burdensome on the Company, the Company shall cease such disclosure from the date of this announcement.

## DEFINITIONS

In this announcement, the following expressions shall have the following meanings unless the context requires otherwise:

“Board”	the board of directors of the Company
“Company”	China Cinda Asset Management Co., Ltd. ( 中國信達資產管理股份有限公司 ), a joint stock limited company incorporated in the PRC with its H shares listed on the Stock Exchange (stock code: 1359)
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“PRC”	the Peoples’ Republic of China, which for the purpose of this announcement excludes Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“Prospectus”	the prospectus dated 28 November 2013 issued by the Company
“RMB”	Renminbi, the lawful currency of the PRC
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary(ies)”	has the meaning ascribed to it in the Listing Rules

By Order of the Board  
**China Cinda Asset Management Co., Ltd.**  
**HOU Jianhang**  
*Chairman*

Beijing, China  
June 14, 2016

*As at the date of this announcement, the Board of the Company consists of Mr. HOU Jianhang and Mr. ZANG Jingfan as executive directors, Mr. LI Honghui, Mr. SONG Lizhong, Ms. XIAO Yuping, Ms. YUAN Hong, and Mr. LU Shengliang as non-executive directors, and Mr. LI Xikui, Mr. QIU Dong, Mr. CHANG Tso Tung, Stephen, and Mr. XU Dingbo as independent non-executive directors.*