

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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 and 4607 (Preference Shares))

VOLUNTARY ANNOUNCEMENT

ANNOUNCEMENT IN RELATION TO THE SHANDONG SHANSHUI INVESTMENT PROJECT

The Board of the Company is pleased to announce that on December 15, 2016, the Shandong Branch of the Company (“**Shandong Branch**”) entered into a debt investment framework agreement (“**Framework Agreement**”) with (i) Shandong Shanshui Cement Group Limited (“**Shandong Shanshui**”), an enterprise group primarily engaged in the production of cement and clinker and a wholly-owned subsidiary of China Shanshui Cement Group Limited (a company listed on the Main Board of The Stock Exchange of Hong Kong Limited, stock code: 00691); and (ii) Tianrui Group Company Limited (“**Tianrui Group**”), a diversified enterprise group primarily engaged in the production of cement, tourism and foundry business. Pursuant to the Framework Agreement, the Company agrees to acquire certain defaulted bonds issued by Shandong Shanshui in the open market and provide funding to Shandong Shanshui in the form of entrusted loans to resolve its relevant defaulted debt issues and replenish its working capital (the “**Shandong Shanshui Investment Project**”).

The Company agrees to acquire the defaulted bonds issued by Shandong Shanshui in the open market in stages at a consideration to be negotiated with Shandong Shanshui’s creditors in the future. The aggregate face value of the bonds to be acquired will be no more than RMB6.8 billion, and the Company will independently determine the amount of such bonds it is to acquire. In addition, subject to Shandong Shanshui’s fulfilment of certain conditions and its actual capital needs, the Company agrees to consider whether to fund Shandong Shanshui by way of entrusted loans and determine the specific funding amount. If the Company decides to fund Shandong Shanshui by way of entrusted loans, the entrusted loans will be granted through Nanyang Commercial Bank (China) Limited, a wholly-owned subsidiary of the Company. The Company’s aggregate investment amount in the Shandong Shanshui Investment Project will be no more than RMB8 billion. All parties have agreed to determine the main structure of the transaction, as well as each party’s main rights and obligations, upon signing the Framework Agreement.

The Directors believe that the Company can fully grasp the market opportunities presented in the Shandong Shanshui Investment Project, which is in line with the Company's overall strategic development objectives and will generate satisfactory benefits for the Company.

To the best of the Directors' knowledge, information and belief, and having made all reasonable enquiries, all parties to the Framework Agreement and their respective ultimate beneficial owners (excluding the Shandong Branch, which is a branch of the Company) are independent third parties of the Company, and are therefore not connected persons of the Company. The terms of the Framework Agreement have been determined after arm's length negotiations among the parties and constitute normal commercial terms. The Directors consider that the terms of the agreement for the Shandong Shanshui Investment Project are fair and reasonable and in the interests of the Company and its shareholders as a whole.

This is a voluntary announcement made by the Company.

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

Beijing, China
December 15, 2016

As at the date of this announcement, the Board of the Company consists of Mr. HOU Jianhang and Mr. CHEN Xiaozhou as executive Directors, Mr. LI Honghui, Mr. SONG Lizhong, Ms. XIAO Yuping and Ms. YUAN Hong as non-executive Directors, and Mr. CHANG Tso Tung, Stephen, Mr. XU Dingbo, Mr. ZHU Wuxiang and Mr. SUN Baowen as independent non-executive Directors.