世紀陽光集團控股有限公司
CENTURY SUNSHINE GROUP HOLDINGS LIMITED
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 509)

COMPLETION OF MAJOR AND CONNECTED TRANSACTION IN RESPECT OF THE PROPOSED ACQUISITION OF 50.5% EQUITY INTEREST IN SHANDONG HONGRI ACRON CHEMICAL JOINT STOCK COMPANY, LTD

Reference is made to the announcement dated 3 August 2016 and the circular dated 27 September 2016 (the "**Circular**") of Century Sunshine Group Holdings Limited (the "**Company**", together with its subsidiaries as the "**Group**") in respect of, among other things, the major and connected transaction in relation to the proposed acquisition (the "**Acquisition**") of 50.5% equity interest in Shandong Hongri Acron Chemical Joint Stock Company, Ltd (currently known as "**Shandong Hongri Chemical Joint Stock Company, Ltd**") ("**Shandong Hongri**") and the provision of Financial Assistance. Unless otherwise defined, capitalised terms used herein shall have the same meaning as those defined in the Circular.

The Board is pleased to announce that the conditions precedent to the acquisition of Shandong Hongri have been fulfilled. Upon review and approval by the Board of the Company on 29 March 2017, the Acquisition has been completed on 1 April 2017 according to the terms and conditions of the Acquisition Agreement. The Group currently owns the entire equity interest in the Target Company, and indirectly owns approximately 50.5% equity interest in Shandong Hongri and its subsidiaries. The operation results of the Target Group will be consolidated into the consolidated financial statements of the Group.

Upon being managed by the Group, Shandong Hongri strives to improve its management and operation, and actively integrates its internal resources as well as resumes to normal production. The unaudited operation performance for the first quarter of 2017 are: production of fertiliser of approximately 186,900 tonnes, being increased by 181% over the corresponding period of last year while sales of fertilisers produced and inventory was approximately 188,700 tonnes, being significantly increased by 221% over the corresponding period of last year.

Shandong Hongri has been established for over 50 years, and holds several proprietary fertiliser production technologies such as the "method of low temperature conversion of potassium sulfate by potassium chloride". As the pioneer of China's domestic production of potassium sulfate compound fertiliser, Shandong Hongri serves as the leading enterprise in China's potassium sulfate compound fertiliser technology. Being the inventor of sulphur-based compound fertiliser, Shandong Hongri is known as the "father of sulphur-based compound fertiliser" of China. It is the first chemical enterprise in China to be named as the "Top Ten Outstanding After-sale Service Provider of National Famous Brands (全國名優產品售後服務行業十佳單位)", and the first "National Agricultural-Chemical Service Center (全國化工農化服務中心)" in Shandong Province as well as the recognized provincial "Enterprise Technology Development Center (企業技術開發中心)" in Shandong Province. In 2016, it was honored as one of the Top 500 Chemical Enterprises of China and one of the Top 100 Chemical Fertiliser Enterprises in China. Its brand "Yanyangtian" (艷陽天) enjoys prominent influence, prestige and reputation within the industry, and was rewarded with the title of "China's Famous Brand (中國名牌)" and "China's Reputable Trademark (中國馳名商標)", as well as being selected as "2016 Top 50 Brands of Farmers' Most Trusted Festilisers (2016農民信賴的肥料品牌五十強)". As the leading brand of sulphur compound fertiliser, Shandong Hongri is popular among the consumers.

Upon the completion of Shandong Hongri's amalgamation into the Group, the production capacity of the Group's fertiliser will be doubled, which accelerates the reputation of the Group in the market as well as the development pace of the fertiliser sector. The ecological compound fertiliser business of the Group will have production bases and market coverage in the Northern, Central and Southern China. It will leverage their advantages and resources that generates synergy in terms of technologies, products, marketing and management from our existing production bases in Jiangsu Province and Jiangxi Province, thus further enhance the core competitive advantages of the Group. The Group will seize this valuable opportunity to further strengthen our agricultural fertiliser business.

Production Bases of Shandong Hongri

By Order of the Board
Century Sunshine Group Holdings Limited
Chi Wen Fu
Chairman

Hong Kong, 3 April 2017

As at the date of this announcement, the directors of the Company are:

Executive directors:	*Mr. Chi Wen Fu, Mr. Shum Sai Chit and Ms. Chi Bi Fen*
Non-executive director:	*Mr. Guo Mengyong*
Independent non-executive directors:	*Mr. Kwong Ping Man, Mr. Sheng Hong and Mr. Lau Chi Kit*