

*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 Beidahuang Industry Group Holdings Limited**

**中國北大荒產業集團控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 00039)**

**VOLUNTARY ANNOUNCEMENT  
STRATEGIC COOPERATION FRAMEWORK AGREEMENT  
WITH  
LEIZHOU MUNICIPAL PEOPLE’S GOVERNMENT**

This is a voluntary announcement made by China Beidahuang Industry Group Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) to provide shareholders of the Company and potential investors on the Group’s latest business development.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company announces that, on 22 March 2019, the Company entered into the strategic cooperation framework agreement (the “**Framework Agreement**”) with 雷州市人民政府 (Leizhou Municipal People’s Government\*) (“**Leizhou MPG**”, together with the Company, the “**Parties**”) in respect of, among other things, business cooperation between the Parties in the field of, among others, agricultural development.

## **THE SCOPE AND MODE OF COOPERATION**

Pursuant to the Framework Agreement, the scope of cooperation shall include agricultural product warehousing and logistics, cold chain logistics, and agricultural product processing, and shall consist of the following:

### **1. The development of Warehousing and Logistics Park at Leizhou City**

With a view to promote the construction of modern warehousing and logistics, the Parties will firstly focus on the cooperation concerning the development of agricultural product warehousing and logistics park, which involves agricultural products collection, storage, processing, distribution and transit. Following which, the cooperation may extend to modern logistics centres such as cold chain logistics and commercial facilities.

### **2. The “Internet + Agriculture + Finance” model**

The Parties will utilise a “Internet + Agriculture +” model to promote the in-depth integration and development among agriculture, e-commerce, education, science, technology and financial services, which involves, (i) innovative development on the integration of agriculture and e-commerce, with a view to build an agricultural e-commerce platform and big data centre; and (ii) provision of corresponding financial services in order to provide financial support to enterprises, with priority given to experienced enterprises and enterprises engaged in agricultural processing and storage business and rural e-commerce, and promote integrated development of the primary, secondary, and tertiary industries in rural areas, which may expand the value of the agricultural industry chain, and increase the general income of workers in the agricultural industry.

Pursuant to the Framework Agreement, the mode of cooperation shall consist of the following:

- Leizhou MPG will aim to support the policies concerning development direction, construction planning for ancillary transportation facilities, investment and tax incentives, to assist in difficulties and problems encountered in the construction, with a view to promote the process of the cooperation projects.
- The Company will be responsible for (i) the planning, design and construction of cooperative projects such as 雷州市農產品倉儲物流園 (Leizhou Agricultural Products Warehouse and Logistics Park\*), and then to submit such project proposals for approval in accordance with applicable regulatory requirements; and (ii) the establishment of a project company to engage in project investment, construction and operation.

## **REASONS AND BENEFITS OF THE COOPERATION**

The Company is an investment holding company. The Group is principally engaged in sale of green food products; wholesaling and retailing of staple food, cooking oil, alcohol and beverage, frozen and fresh food; construction for municipal public project; flotation selection of non-ferrous metals mines and sales of mineral products; money lending and the rental of logistic warehouse in Hong Kong and office facilities in the PRC. The cooperation is expected to develop modern warehousing and logistics, accelerate the promotion of rural revitalisation and poverty alleviation. The Company entered into the Framework Agreement with the intention of leveraging on the Parties' respective strength, resources and expertise, which in turn could enhance the Group's competitiveness.

Leizhou MPG is the PRC government entity responsible for the affairs of Leizhou City, Guangdong Province, the PRC. Leizhou City is a county-level city in Guangdong Province, the PRC. It is under the jurisdiction of the prefecture-level city of Zhanjiang and it is located at the middle of Leizhou Peninsula. Leizhou City is an important agricultural product supply base in the Dawan District. It enjoys excellent geographical location and it possesses good agricultural production conditions.

To the best of the Directors' knowledge, information and belief, and having made all reasonable enquires, Leizhou MPG and its ultimate beneficial owners are independent of, and not connected with, the Company and any of its connected persons (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited).

**The Board wishes to emphasise that the implementation of the cooperation and transactions contemplated under the Framework Agreement (if any) are subject to the definitive agreement(s) to be entered into between the Parties, and such cooperation and transactions may not necessarily be implemented as contemplated or at all. Shareholders of the Company and potential investors should exercise caution when dealing in securities of the Company.**

By Order of the Board  
**China Beidahuang Industry Group Holdings Limited**  
**Li Jiehong**  
*Chairman*

Hong Kong, 22 March 2019

*English translations for the Chinese names of the PRC entities, authorities or facilities in this announcement are for reference only. In the event of any discrepancies between the Chinese names of these PRC entities, authorities or facilities and their respective English translations, the Chinese version shall prevail.*

*As at the date of this announcement, the Executive Directors are Mr. Li Jiehong (Chairman), Mr. Gu Chunyang (Vice Chairman), Mr. Jiang Jianjun, Mr. Ke Xionghan and Mr. Huang Wuguang; the Non-executive Director is Ms. Ho Wing Yan; and the Independent Non-executive Directors are Mr. Chong Cha Hwa, Mr. Ho Man Fai and Mr. Yang Yunguang.*