

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.



CITYCHAMP WATCH & JEWELLERY GROUP LIMITED

冠城鐘錶珠寶集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 256)

**(1) RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR;
(2) APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR;
AND
(3) CHANGE IN THE COMPOSITION OF AUDIT COMMITTEE,
NOMINATION COMMITTEE AND REMUNERATION COMMITTEE**

Mr. Li Qiang has resigned as an independent non-executive Director of the Company and member of Audit Committee, Nomination Committee and Remuneration Committee of the Company with effect from 20 January 2017; and

Mr. Rudolf Heinrich Escher has been appointed as an independent non-executive Director of the Company and a member of Audit Committee, Nomination Committee and Remuneration Committee of the Company with effect from 20 January 2017.

RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The board of Directors (the “Board”) of Citychamp Watch & Jewellery Group Limited (the “Company” and together with its subsidiaries, the “Group”) announces that Mr. Li Qiang (“Mr. Li”) has resigned as an independent non-executive Director of the Company and a member of the Audit Committee, Nomination Committee and Remuneration Committee of the Company with effect from 20 January 2017 due to personal reason.

Mr. Li has confirmed that he has no disagreement with the Board and there is no other matter which needs to be brought to the attention of the shareholders of the Company and The Stock Exchange of Hong Kong Limited in relation to his resignation.

The Board would like to take this opportunity to express its sincere gratitude to Mr. Li for his valuable contributions to the Company during his tenure of service as independent non-executive Director of the Company.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board also announces that Mr. Rudolf Heinrich Escher (“Mr. Escher”) has been appointed as an independent non-executive Director of the Company and a member of Audit Committee, Nomination Committee and Remuneration Committee of the Company with effect from 20 January 2017.

Mr. Escher, aged 60, had been working for Credit Suisse for almost 37 years until retirement on 31 December 2016. His latest position in Credit Suisse was Vice Chairman, Private Banking Asia Pacific Switzerland in the Asia Pacific division with focus on Ultra High Net Worth Individuals. Mr. Escher held various roles in Credit Suisse in different countries. Initially working in the capital market business in Tokyo and Singapore, he then assumed positions in Swiss onshore private banking as Branch Manager of Credit Suisse Zurich-Zollikon in 1997 and as Head of Key Accounts Zurich-Enge in 1998, with additional responsibility for investment consulting. Subsequently, he managed the Private Banking Zurich-Northern Region from 2003, before taking on the position of Head of Private Banking, Asia Pacific Switzerland from 2006 to 2014. Besides, he was a member of the Credit Swiss Managing Director Evaluation Committee in the years of 2007 and 2008 and represented the bank in industry and trade associations.

Mr. Escher graduated from Zurich University of Applied Sciences with a Business Administration Degree in 1982. He also attended the International Executive Program at the Institute of European Political Studies, INSEAD, Fontainebleau, France in 2001. Besides, he served as a lecturer at Swiss Banking School (predecessor organisation of Swiss Finance Institute) during the period from 1992 to 1994.

According to the letter of appointment entered into between the Company and Mr. Escher, his initial term is two years commencing from 20 January 2017 and is renewable for successive term of one year commencing from the next day after the expiry of the then current term. Pursuant to the Articles of Association of the Company, Mr. Escher will be subject to retirement and re-election at the forthcoming general meeting of the Company. He is then subject to retirement by rotation and re-election at annual general meetings pursuant to the Articles of Association of the Company. According to the terms of the letter of appointment, Mr. Escher is entitled to directors’ fees of HK\$200,000 per annum, which is determined by the Board with reference to his duties and responsibilities within the Company, the expected time of commitment and the prevailing market conditions.

As at the date of this announcement, Mr. Escher does not hold any position within the Company and other members of the Group nor did he hold any directorship in any listed public company in Hong Kong or overseas in the last three years.

As at the date of this announcement, there is no relationship between Mr. Escher and any Director, senior management, substantial shareholder or controlling shareholder of the Company, and he does not have any interest in the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Save as the abovementioned, there is no other matters that need to be brought to the attention of the shareholders of the Company under Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

Upon the resignation of Mr. Li and appointment of Mr. Escher, the Board of the Company comprises 8 executive Directors and 4 independent non-executive Directors. The number of independent non-executive Directors is in compliance with the requirements pursuant to Rule 3.10A of the Listing Rules.

The Board would like to take this opportunity to welcome Mr. Escher to join the Board.

By order of the Board of
Citychamp Watch & Jewellery Group Limited
Fong Chi Wah
Chief Financial Officer & Company Secretary

Hong Kong, 20 January 2017

As at the date of this announcement, the Board comprises Mr. Hon Kwok Lung, Mr. Shang Jianguang, Mr. Shi Tao, Mr. Lam Toi Man, Mr. Bi Bo, Ms. Sit Lai Hei, Mr. Hon Hau Wong and Mr. Tao Li as the executive Directors; and Mr. Fung Tze Wa, Dr. Kwong Chun Wai, Michael, Mr. Zhang Bin and Mr. Rudolf Heinrich Escher as the independent non-executive Directors.