HKEX
香 港 交 易 所

Monthly Return of Equity Issuer on Movements in Securities

For the month ended (dd/mm/yyyy) :   **31/12/2016**

To : Hong Kong Exchanges and Clearing Limited

Name of Issuer   China Innovative Finance Group Limited

Date Submitted   06/01/2017

I. Movements in Authorised Share Capital

1. Ordinary Shares

(1) Stock code : 412 Description : Ordinary Shares			
	No. of ordinary shares	Par value *(State currency)*	Authorised share capital *(State currency)*
Balance at close of preceding month	2,000,000,000,000	HK$0.00025	HK$500,000,000.00
Increase/(decrease)	-		-
Balance at close of the month	2,000,000,000,000	HK$0.00025	HK$500,000,000.00

(2) Stock code : N/A Description : N/A			
	No. of ordinary shares	Par value *(State currency)*	Authorised share capital *(State currency)*
Balance at close of preceding month	N/A	N/A	N/A
Increase/(decrease)	N/A		N/A
Balance at close of the month	N/A	N/A	N/A

2. Preference Shares

Stock code : N/A   Description : N/A

	No. of preference shares	Par value *(State currency)*	Authorised share capital *(State currency)*
Balance at close of preceding month	N/A	N/A	N/A
Increase/(decrease)	N/A		N/A
Balance at close of the month	N/A	N/A	N/A

3. Other Classes of Shares

Stock code : N/A   Description : N/A

	No. of other classes of shares	Par value *(State currency)*	Authorised share capital *(State currency)*
Balance at close of preceding month	N/A	N/A	N/A
Increase/(decrease)	N/A		N/A
Balance at close of the month	N/A	N/A	N/A

Total authorised share capital at the end of the month *(State currency)* :   **HK$500,000,000.00**

II. Movements in Issued Share Capital

	No. of ordinary shares		No of preference shares	No. of other classes of shares
	(1)	(2)		
Balance at close of preceding month	19,188,648,437	N/A	N/A	N/A
Increase/ (decrease) during the month	Nil	N/A	N/A	N/A
Balance at close of the month	19,188,648,437	N/A	N/A	N/A

III. Details of Movements in Issued Share Capital

Share Options (under Share Option Schemes of the Issuer)

Particulars of share option scheme including SGM approval date (dd/mm/yyyy) and class of shares issuable	Movement during the month				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
	Granted	Exercised	Cancelled	Lapsed		
1. Date of grant: (05 / 12 / 2014) Exercise price: HK$0.42 Share option scheme approved on (18 / 08 / 2014) Ordinary shares (Note 1)	Nil	Nil	Nil	Nil	Nil	169,400,000
2.N/A (/ /) shares (Note 1)						
3. N/A (/ /) shares (Note 1)						
Total A. (Ordinary shares)				Nil		
(Preference shares)				N/A		
(Other class)				N/A		
Total funds raised during the month from exercise of options (State currency)				N/A		

Warrants to Issue Shares of the Issuer which are to be Listed

Description of warrants (Date of expiry - dd/mm/yyyy)	Currency of nominal value	Nominal value at close of preceding month	Exercised during the month	Nominal value at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month

1. N/A _____
 _____
 (/   /   )
     Stock code (if listed) _____
     Class of shares issuable *(Note 1)* _____
     Subscription price _____
     SGM approval date (if applicable) (dd/mm/yyyy) ___ (/ /) ___						

2. N/A _____
 _____
 (/   /   )
     Stock code (if listed) _____
     Class of shares issuable *(Note 1)* _____
     Subscription price _____
     SGM approval date (if applicable) (dd/mm/yyyy) ___ (/ /) ___						

3. N/A _____
 _____
 (/   /   )
     Stock code (if listed) _____
     Class of shares issuable *(Note 1)* _____
     Subscription price _____
     SGM approval date (if applicable) (dd/mm/yyyy) ___ (/ /) ___						

4. N/A _____
 _____
 (/   /   )
     Stock code (if listed) _____
     Class of shares issuable *(Note 1)* _____
     Subscription price _____
     SGM approval date (if applicable) (dd/mm/yyyy) ___ (/ /) ___						

Total B.   (Ordinary shares) _____ N/A _____

(Preference shares) _____ N/A _____

(Other class) _____ N/A _____

Convertibles (i.e. Convertible into Shares of the Issuer which are to be Listed)

Class and description	Currency of amount outstanding	Amount at close of preceding month	Converted during the month	Amount at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Convertible bonds						
Issue date : (28/10/2015)						
Interest: 8% per annum						
Maturity Date: (27/10/2018)	US$	50,000,000	Nil	50,000,000	Nil	573,529,411
Stock code (if listed)	N/A					
Class of shares issuable *(Note 1)*	Ordinary shares					
Conversion price	HK$0.68					
AGM approval date (if applicable) (dd/mm/yyyy))	(18 / 09 / 2015)					
2. Convertible bonds						
Issue date : (24/12/2015)						
Interest: 8% per annum						
Maturity Date: (22/12/2018)	US$	40,000,000	Nil	40,000,000	Nil	433,333,333
Stock code (if listed)	N/A					
Class of shares issuable *(Note 1)*	Ordinary shares					
Conversion price	HK$0.72					
AGM approval date (if applicable) (dd/mm/yyyy)	(18 / 09 / 2015)					
3. Convertible bonds						
Issue date : (16/08/2016)						
Interest: 8% per annum						
Maturity Date: (15/08/2018)	US$	30,000,000	Nil	30,000,000	Nil	325,000,000
Stock code (if listed)	N/A					
Class of shares issuable *(Note 1)*	Ordinary shares					
Conversion price	HK$0.72					
AGM approval date (if applicable) (dd/mm/yyyy)	(19 / 09 / 2016)					
4. N/A						
Stock code (if listed)						
Class of shares issuable *(Note 1)*						
Subscription price						
AGM approval date (if applicable) (dd/mm/yyyy)						

Total C. (Ordinary shares)   Nil
(Preference shares)   N/A
(Other class)   N/A

Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options (other than under Share Option Schemes)

Full particulars including SGM approval date (dd/mm/yyyy), if applicable, and class of shares issuable:	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. S&P Agreement dated 8 April 2015 (as supplemented by the supplemental agreement dated 29 July 2015) to issue Base Consideration Shares of 2,361,112,121 Listco Shares, the maximum number of 1st Additional Consideration Shares of 390,606,061 Listco Shares and the maximum number of 2nd Additional Consideration Shares of 781,212,121 Listco Shares, being a total of 3,532,930,303 Listco Shares at an issue price of HK$0.66 as consideration for the acquisition. For details, please refer to the Company's announcement dated 10 April 2015 and circular dated 30 July 2015. approved at the SGM on (18 / 08 / 2015) ordinary shares *(Note 1)*		390,606,061 (1st Additional Consideration Shares) 781,212,121 (2nd Additional Consideration Shares)
2. N/A (/ /) shares *(Note 1)*		
3. N/A (/ /) shares *(Note 1)*		
Total D. (Ordinary shares)	Nil	
(Preference shares)	N/A	
(Other class)	N/A	

Other Movements in Issued Share Capital

Type of Issue				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Rights issue	At price :	State currency ————	Class of shares issuable ———— *(Note 1)*		
			Issue and allotment date : (dd/mm/yyyy) (/ /)		
			SGM approval date: (dd/mm/yyyy) (/ /)		
				N/A	N/A
2. Open offer	At price :	State currency ————	Class of shares issuable ———— *(Note 1)*		
			Issue and allotment date : (dd/mm/yyyy) (/ /)		
			SGM approval date: (dd/mm/yyyy) (/ /)		
				N/A	N/A
3. Placing	At price :	State currency ————	Class of shares issuable ———— *(Note 1)*		
			Issue and allotment date : (dd/mm/yyyy) (/ /)		
			SGM approval date: (dd/mm/yyyy) (/ /)		
				N/A	N/A
4. Bonus issue	At price :	State currency ————	Class of shares issuable ———— *(Note 1)*		
			Issue and allotment date : (dd/mm/yyyy) (/ /)		
			SGM approval date: (dd/mm/yyyy) (/ /)		
				N/A	N/A

			No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
Type of Issue				
5. Scrip dividend	At price : State currency ————	Class of shares issuable _____ *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) SGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
6. Repurchase of shares	At price : State currency ————	Class of shares repurchased *(Note 1)* _____ Cancellation date : (dd/mm/yyyy) (/ /) SGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
7. Redemption of shares	At price : State currency ————	Class of shares redeemed *(Note 1)* _____ Redemption date : (dd/mm/yyyy) (/ /) SGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
8. Consideration issue	At price : State currency ————	Class of shares issuable _____ *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) SGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A

Type of Issue				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
9. Capital reorganisation	At price :	State currency ———	Class of shares issuable ——— *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) SGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
10. Other	At price :	State currency ———	Class of shares issuable ——— *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) SGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
			Total E. (Ordinary shares)	Nil	
			(Preference shares)	N/A	
			(Other class)	N/A	

Total increase / (decrease) in ordinary shares during the month (i.e. Total of A to E):	(1)	Nil
	(2)	N/A
Total increase / (decrease) in preference shares during the month (i.e. Total of A to E):		N/A
Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E):		N/A

(These figures should be the same as the relevant figures under II above ("Movements in Issued Share Capital").)

Remarks (if any):

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Submitted by: _____Lau Yau Chuen Louis_____

Title: _____Company Secretary_____
          (Director, Secretary or other duly authorised officer)

Notes :

1.   *State the class of shares (e.g. ordinary, preference or other).*

2.   *If there is insufficient space, please append the prescribed continuation sheet.*