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DAIDO GROUP LIMITED
大同集團有限公司*
(Incorporated in Bermuda with limited liability)
(Stock Code: 00544)

**DISCLOSEABLE TRANSACTION:
PROVISION OF FINANCIAL ASSISTANCE**

On 8 July 2015, Mayfair Pacific Finance, an indirect wholly owned subsidiary of the Company, as lender and the Customer A as borrower entered into the Loan Agreement pursuant to which Mayfair Pacific Finance has agreed to grant the Loan in the amount of HK\$16,000,000 to the Customer A for a term of three years from the date of making the advance.

As the relevant percentage ratios under the Listing Rules exceed 5% but are less than 25%, the entering into of the Loan Agreement constitutes a discloseable transaction for the Company under Chapter 14 of the Listing Rules.

On 8 July 2015, Mayfair Pacific Finance, an indirect wholly owned subsidiary of the Company, as lender and the Customer A as borrower entered into the Loan Agreement pursuant to which Mayfair Pacific Finance has agreed to grant the Loan in the amount of HK\$16,000,000 to the Customer A for a term of three years from the date of making the advance.

A summary of the principal terms of the Loan Agreement is set out below:

THE LOAN AGREEMENT

Date: 8 July 2015

Parties: (1) Mayfair Pacific Finance as lender
(2) Customer A as borrower

Mayfair Pacific Finance is a company incorporated in Hong Kong and is a wholly owned subsidiary of the Company.

The Customer A is an individual. To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the Customer A is an Independent Third Party and not connected with the Group.

Pursuant to the Loan Agreement, Mayfair Pacific Finance has agreed to grant the Loan in the amount of HK\$16,000,000 to the Customer A subject to and conditional upon the terms and conditions set out in the Loan Agreement. There is no security and guarantee for the Loan under the Loan Agreement.

Save for the Loan Agreement entered into between Mayfair Pacific Finance and the Customer A, there is no other business relationship between the Group and the Customer A. To the best of the Directors' knowledge and information, the Directors are not aware of any default by the Customer A in the past.

Principal:	HK\$16,000,000
Interest rate:	11% per annum
Term:	three years commencing from the date of making the Loan
Date of making the Loan:	10 July 2015
Repayment:	The Customer A shall pay the interest accrued on the Loan on a yearly basis and shall repay the principal amount of the Loan together with interest accrued thereon on the due date of the Loan. The first of such installments to be paid on or before 10 July 2016

FUNDING OF THE LOAN

The Group will finance the Loan with its internal resources and/or the proceeds from the placing of the bonds as announced in the announcement of the Company dated 13 November 2014.

INFORMATION ON THE GROUP AND MAYFAIR PACIFIC FINANCE

The Group is principally engaged in the provision of cold storage and related business, and trading and related business in the PRC. The Group is also engaged in money lending services through Mayfair Pacific Finance.

Mayfair Pacific Finance is a company incorporated in Hong Kong with limited liability and is principally engaged in money lending services in Hong Kong. Mayfair Pacific Finance holds a valid money lenders licence under the provisions of the Money Lenders Ordinance (Cap. 163, the laws of Hong Kong) to carry out its business.

REASONS FOR THE LOAN AGREEMENT

The grant of the Loan to the Customer A is in the ordinary and usual course of business of the Group on normal commercial terms within the meaning of the Listing Rules.

The terms of the Loan Agreement are negotiated on an arm's length basis between Mayfair Pacific Finance and the Customer A with regarding to, among others, the financial background and repayment record of Customer A. The terms of the Loan Agreement are entered into on a normal commercial terms based on the credit policy of Mayfair Pacific Finance. The terms of the Loan including the interest rate charged on the Customer A are determined with reference to the range of market interest rates.

The Directors consider that the granting of the Loan constitutes provision of financial assistance by the Group under the Listing Rules. Taking into account of the cashflow stream from the expected interest income, the Directors consider that the entering into of the Loan Agreement and the terms and conditions of the Loan Agreement (including the interest rate and principal amounts of the Loan) are fair and reasonable and in the interest of the Company and its Shareholders as a whole.

LISTING RULES IMPLICATIONS

As the relevant percentage ratios under the Listing Rules exceed 5% but are less than 25%, the entering into of the Loan Agreement constitutes a discloseable transaction for the Company under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions shall have the following meanings when used herein:

“Board”	the board of Directors
“Company”	Daido Group Limited, a company incorporated in Bermuda with limited liability the issued Shares of which are listed on the Stock Exchange
“connected person”	has the meaning ascribed to it in the Listing Rules
“Customer A”	the borrower under the Loan Agreement and an Independent Third Party
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the People's Republic of China
“Independent Third Party(ies)”	any person(s) or company(ies) and their respective ultimate beneficial owner(s) whom, to the best of the Directors' knowledge, information and belief having made all reasonable enquiries, are third party(ies) independent of the Company and its connected persons in accordance with the Listing Rules

“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange
“Loan Agreement”	the loan agreement dated 8 July 2015 between Mayfair Pacific Finance as lender and the Customer A as borrower in relation to the grant of Loan
“Loan”	the loan with principal amount of HK\$16,000,000 under the Loan Agreement
“Mayfair Pacific Finance”	Mayfair Pacific Finance (HK) Limited, a company incorporated in Hong Kong and an indirect wholly owned subsidiary of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Share(s)”	ordinary share(s) of HK\$0.01 each in the capital of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong

By Order of the Board
Daido Group Limited
Au Tat Wai
Executive Director

Hong Kong, 8 July 2015

As at the date of this announcement, the Board comprises executive Directors, namely, Mr. Au Tat Wai, Mr. Choy Kai Sing, Mr. Ho Hon Chung, Ivan and Mr. Tang Tsz Man, Philip; non-executive Director, namely, Mr. Fung Wa Ko; and independent non-executive Directors, namely, Mr. Fung Siu Kit, Ronny, Mr. Leung Chi Hung and Mr. Tse Yuen Ming.

** For identification purpose only*