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恒安國際集團有限公司*

HENGAN INTERNATIONAL GROUP COMPANY LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1044)

Websites: <http://www.hengan.com>

<http://www.irasia.com/listco/hk/hengan>

VOLUNTARY ANNOUNCEMENT ACQUISITION OF SUNWAY KORDIS

SUMMARY OF THE TRANSACTION

The board of directors (the “**Board**”) of Hengan International Group Company Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) is pleased to announce that on 4 April 2018 (after trading hours), Hengan Mega Jumbo Investments Limited (“**Hengan Mega Jumbo**”) (a wholly-owned subsidiary of the Company) has entered into a sale and purchase agreement (the “**Agreement**”) with Starmix Limited and Kordis Holdings Limited (collectively, the “**Sellers**”) to collectively acquire the entire issued share capital (the “**Sale Shares**”) of Sunway Kordis Holding Limited (“**Sunway Kordis**”, together with its subsidiaries, “**Sunway Kordis Group**”).

The total consideration payable under the Agreement is RMB145 million, subject to adjustment. Starmix Limited and Kordis Holdings Limited are each interested in Sunway Kordis as to 51% and 49% respectively. The consideration, subject to adjustment, will be payable to each of the Sellers according to the proportion of the Sale Shares being acquired and will be funded by the internal resources of the Group. The completion of the acquisition under the Agreement remains subject to certain customary conditions precedent to be fulfilled.

REASONS FOR AND BENEFITS OF THE TRANSACTION

The Group is principally engaged in the manufacturing, distribution and sale of personal hygiene products, mainly in the People’s Republic of China. Sunway Kordis and its subsidiaries are principally engaged in the manufacturing of food wrap film and plastic bags in the PRC which are sold locally and exported to markets in Europe, Australia, North America and Asia.

* *For identification purposes only*

The Board believes that the entering into the transactions contemplated by the Agreement will further enhance the overall growth of the Group and is undertaken as part of its plan to expand its household products offerings and diversify its revenue stream inside and outside the People's Republic of China. The Company will seek to leverage on its extensive management experience and distribution channels to grow the Sunway Kordis Group. In addition, the Company will seek to utilise the extensive experience in the household industry of Sunway Kordis to expand its household products business segments.

GENERAL INFORMATION

To the best of the knowledge, information and belief of the directors of the Company having made all reasonable enquires, the Sellers are not connected persons of the Company and are independent third parties not connected with the Company and its connected persons. Based on the terms of the Agreement, as none of the applicable percentage ratios exceed 5%, the purchase of the Sale Shares from the Sellers does not constitute a notifiable transaction for the Company under the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

This announcement is made by the Company on a voluntary basis.

By order of the Board
Hengan International Group Company Limited
Sze Man Bok
Chairman

Hong Kong, 4 April 2018

As at the date of this announcement, the Board comprises Mr. Sze Man Bok, Mr. Hui Lin Chit, Mr. Hung Ching Shan, Mr. Xu Shui Shen, Mr. Xu Da Zuo, Mr. Xu Chun Man, Mr. Sze Wong Kim, Mr. Hui Ching Chi and Mr. Li Wai Leung as executive directors, and Mr. Chan Henry, Mr. Wang Ming Fu, Ms. Ada Ying Kay Wong, Mr. Ho Kwai Ching Mark and Mr. Zhou Fang Sheng as independent non-executive directors.