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CHAOYUE GROUP LIMITED

超越集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00147)

INSIDER INFORMATION TRANSFER OF SHARES BY CONTROLLING SHAREHOLDER TO CHAIRMAN OF THE COMPANY

This announcement is made by Chaoyue Group Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Company has been informed by Long Grand Limited (“**Long Grand**”), a controlling shareholder of the Company, that on 20 October 2016 (after trading hours) after arm’s length negotiation, Long Grand entered into a sale and purchase agreement with Power Trend Asset Holdings Ltd. (the “**Purchaser**”), a company incorporated in the British Virgin Islands which is wholly-owned by Mr. Luo Feng, an executive director and chairman of the Company, pursuant to which Long Grand is to transfer 2,540,190,000 shares of the Company (the “**Transfer Shares**”), at the consideration of HK\$1.04 per Transfer Share, to the Purchaser (representing approximately 13.34% of the entire issued share capital of the Company as at the date hereof) (the “**Transfer**”). The Company has also been informed by Long Grand that the completion of the Transfer has taken place immediately after entering into of the sale and purchase agreement. The Transfer Shares are subject to a 3 years lock-up period pursuant to which the Purchaser shall not offer, sell, contract to sell, transfer, pledge, create any encumbrance over or otherwise dispose of, directly or indirectly, the Transfer Shares, enter into transaction(s) which would have the same effect, or enter into any swap, hedge or other arrangement that transfers, in whole or in part, any of the economic consequences of the ownership of the Transfer Shares. After the Transfer, Mr. Luo Feng will become a substantial shareholder of the Company being interested in approximately 13.34% of the entire issued share capital of the Company.

Immediately before the Transfer, Long Grand was interested in 12,887,473,880 shares of the Company, representing approximately 67.69% of the entire issued share capital of the Company. Immediately after the Transfer, Long Grand is interested in 10,347,283,880 shares of the Company, representing approximately 54.35% of the entire issued share capital of the Company and will continue to be the controlling shareholder and the largest shareholder of the Company. There is no change in the shareholding of Long Grand which is legally and beneficially owned as to 70% by Mr. Yam Yu and as to 30% by Mr. Yuen Leong, also an executive director of the Company.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Chaoyue Group Limited
Luo Feng
Chairman

Hong Kong, 20 October 2016

As at the date of this announcement, the Board of Directors comprises Mr. Luo Feng, Ms. Li Na, Mr. Yuen Leong and Ms. Luan Li as Executive Directors; and Dr. Lam Man Kit, Dominic, Mr. Yap Yung, Mr. Zhang Guangsheng and Mr. Chan Siu Tat as independent non-executive Directors.