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**INSIDE INFORMATION
INVESTMENT IN 14.98% INTERESTS
IN THE TARGET COMPANY BY WAY OF
SUBSCRIPTION OF NEW TARGET COMPANY SHARES**

This announcement is made by the Company pursuant to the disclosure obligation under the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong) and Rule 13.09(2)(a) of the Listing Rules.

THE INVESTMENT

The Board is pleased to announce that, on 26 February 2016, the Investor, a wholly-owned subsidiary of the Company, the Target Company and the Guarantor entered into the Subscription Contract, pursuant to which the Target Company has agreed to issue and the Investor has agreed to subscribe for the Subscription Shares at the Consideration of JPY144,154,400 (equivalent to approximately HK\$9,942,000).

LISTING RULES IMPLICATIONS

As all of the percentage ratios pursuant to the Listing Rules applicable to the Investment are less than 5%, the Investment does not constitute a notifiable transaction of the Company under Chapter 14 of the Listing Rules.

* For identification purpose only

Shareholders and potential investors should note that the Investment is subject to satisfaction of certain conditions. There is no assurance that the Subscription Contract and the transactions contemplated thereunder will proceed. Shareholders and potential investors are advised to exercise caution in dealing in the shares of the Company.

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THE SUBSCRIPTION CONTRACT

The principal terms of the Subscription Contract are set out below.

Date

26 February 2016

Parties

Issuer: the Target Company

Subscriber: the Investor, a wholly-owned subsidiary of the Company

Guarantor: the Guarantor

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the Target Company, its ultimate beneficial owners and the Guarantor are Independent Third Parties as at the date of this announcement.

Subject Matter

Pursuant to the terms of the Subscription Contract, the Target Company has agreed to issue and the Investor has agreed to subscribe for the 8,300 Subscription Shares, which represent a 14.98% interests in the enlarged share capital of the Target Company upon the completion of the Investment.

Consideration

The Consideration payable by the Investor to the Target Company for the Subscription Shares shall be JPY144,154,400 (equivalent to approximately HK\$9,942,000), payable in cash upon completion of the Investment.

The Consideration was determined after arm's length negotiation having taking into consideration of the Target Company's growth potential, the pet insurance market in Japan, and the compatibility of the Target Company's business with the Group's business plans.

The Company intends to satisfy the Consideration by the internal resources of the Group, including the subscription proceeds from the Share Subscription completed on 3 February 2016.

Conditions precedent

Completion of the Investment is subject to the satisfaction of the following conditions:

- (a) all the representations and warranties given by the Target Company and the Guarantor under the Subscription Contract having not been breached;
- (b) all the internal procedures of the Target Company required for the issuance by the Target Company of, and the holding by the Investor of, the Subscription Shares having been completed; and

- (c) all the internal procedures of the Target Company required for the appointment of the Investor Director having been completed by the Target Company and the Guarantor.

In the event the above conditions precedent with respect to the Investment are not satisfied on the date falling one (1) business day prior to 1 March 2016, the Investor shall have no obligation to subscribe for the Subscription Shares under the Investment, and may terminate the Subscription Contract by written notice to the Target Company and the Guarantor.

Completion

Completion of the Investment shall take place on the Completion Date, being 1 March 2016.

Appointment of Investor Director

Pursuant to the terms of the Subscription Contract, upon completion of the Investment and in so far as the Investor is a shareholder of the Target Company holding 14.98% or less of the Target Company Shares, the Investor shall have the right to appoint an Investor Director to the board of directors of the Target Company.

Put Option

From the date of the Subscription Contract to 31 July 2016, the Investor has the right to require the Guarantor to purchase the Subscription Shares at a purchase price calculated as follows:

A x (1 + B x 10%/365), where

A = the Consideration

B = the number of days for the period commencing from the Completion Date and ending on the date of payment of the purchase price by the Guarantor for the Subscription Shares.

INFORMATION ON THE GROUP AND THE INVESTOR

The Investor is a company incorporated in the British Virgin Islands with limited liability and is a wholly-owned subsidiary of the Company. The Investor is an investment holding company.

The Group is principally engaged in the international air and sea freight forwarding and the provision of logistics services as well as trading of securities and trading of fuel oil, electronic devices and other commodities and commenced the finance leasing business and the money lending business in the second half of 2015.

As disclosed in the Company's announcement dated 17 December 2015, the Company entered into a sale and purchase agreement on the same day with an Independent Third Party in connection with the disposal of the Group's coal business and will no longer engage in the coal business after completion of the aforesaid disposal. As at the date of this announcement, the aforesaid disposal has not been completed.

INFORMATION ON THE TARGET COMPANY AND THE GUARANTOR

The Target Company is a company incorporated in Japan with limited liability and is principally engaged in the business of providing pet health insurance services in Japan. The Guarantor is an individual holding approximately 41.12% interests in the existing share capital of the Target Company as at the date of this announcement.

REASONS FOR AND BENEFITS OF THE INVESTMENT

As previously disclosed in the Company's circular dated 31 December 2015, the Group intends to establish itself as an innovative comprehensive financial holding platform with leading service capabilities in Hong Kong and overseas. Through acquisitions, investment and/or by applying for the relevant licenses in Hong Kong and/or overseas, the Group intends to develop an innovative financial business platform for the provision of financial services.

In this regard, the pet health insurance business of the Target Company in Japan presents the Group with an attractive investment opportunity to expand the Group's financial business platform. The Target Company's pet insurance business model utilises low-cost internet marketing and sales strategy and it has an established relationship with a major e-commerce website in Japan, as well as advanced industrial know-how in the pet insurance business. It has an important strategic partnership relation with Pets Best Insurance Services, LLC, a renowned and well established pet insurance company in North America. As the pet insurance market in Japan is still in the early stage of development, the pet health insurance business of the Target Company also has much growth and profitability potential. In view of the aforesaid, the Directors consider that the terms of the Investment are on normal commercial terms, fair and reasonable and in the interests of the Company and the Shareholders as a whole.

LISTING RULES IMPLICATION

As all of the percentage ratios pursuant to the Listing Rules applicable to the Investment are less than 5%, the Investment does not constitute a notifiable transaction of the Company under Chapter 14 of the Listing Rules.

GENERAL

This announcement is made by the Company pursuant to the disclosure obligation under the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong) and Rule 13.09(2)(a) of the Listing Rules.

Shareholders and potential investors should note that the Investment is subject to satisfaction of certain conditions. There is no assurance that the Subscription Contract and the transactions contemplated thereunder will proceed. Shareholders and potential investors are advised to exercise caution in dealing in the shares of the Company.

DEFINITION

“Board”	the board of Directors
“Company”	China Best Group Holding Limited, a company incorporated in Bermuda with limited liability, the shares of which are listed on the Stock Exchange
“Completion Date”	the date of completion of the Investment, which shall be 1 March 2016
“Consideration”	JPY144,154,400 (equivalent to approximately HK\$9,942,000), being the consideration payable for the Subscription Shares under the Subscription Contract
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries

“Guarantor”	野水巖, an Independent Third Party holding approximately 41.12% interest in the existing share capital of the Target Company
“HK\$”	Hong Kong Dollar, the legal currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Independent Third Part(ies)”	third party(ies) who is/are independent of and not connected with the Company and its connected persons (as defined in the Listing Rules)
“Investment”	the proposed issuance by the Target Company of, and subscription of the Subscription Shares by the Investor from the Target Company in accordance with terms of the Subscription Contract
“Investor Director”	a person nominated by the Investor to be a director of the Target Company in accordance with the terms of the Subscription Contract
“Investor”	Esteem Sun Limited 尚新有限公司, a company incorporated in the British Virgin Islands and a wholly-owned subsidiary of the Company as at the date of this announcement
“JPY”	Japanese Yen, the legal currency of Japan
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	the People’s Republic of China, excluding, for the purposes of this announcement, Hong Kong, the Macau Special Administrative Region and Taiwan
“Shareholder(s)”	the shareholders of the Company

“Share Subscription”	the Company’s issuance of shares to investors which was completed on 3 February 2016, further details of which are set out in the Company’s circular dated 31 December 2015
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Subscription Contract”	the subscription contract dated 26 February 2016 and entered into between the Target Company, the Investor and the Guarantor in relation to the Investment
“Subscription Shares”	8,300 new Target Company Shares to be issued by the Target Company pursuant to the terms of the Subscription Contract
“Target Company”	Pets Best Japan Co., Ltd.* (ペツベスト少額短期保険株式会社), a company in Japan with limited liability
“Target Company Shares”	ordinary shares of the Target Company
“%”	per cent.

The figures in JPY are converted into HK\$ at the rate of HK\$1: JPY14.5 throughout this announcement for indicative purpose only.

By Order of the Board
China Best Group Holding Limited
Mr. Li Yang
Deputy Chairman

Hong Kong, 26 February 2016

As at the date of this announcement, the Board comprises five executive Directors, namely, Mr. Tan Xiangdong, Mr. Li Yang, Mr. Wang Jian, Mr. Liu Wei and Mr. Chen Wei, and three independent non-executive Directors, namely, Mr. Chan Fong Kong Francis, Mr. Chen Zhenguo and Mr. Li Yu.