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合 生 創 展 集 團 有 限 公 司*
HOPSON DEVELOPMENT HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 754)

Website: <http://www.irasia.com/listco/hk/hopson>

**DISCLOSEABLE TRANSACTION
DISPOSAL OF SHARES OF BBMG**

During the period from 2 March 2012 to 10 April 2012 (both dates inclusive), the Group had disposed of an aggregate of 40,930,000 BBMG A Shares for a total consideration of RMB374,349,390 (approximately HK\$462 million), exclusive of transaction costs, on the “A” share market of the Shanghai Stock Exchange at an average selling price of approximately RMB9.15 per Sale Share.

As the applicable percentage ratios in respect of the Disposals (which are aggregated pursuant to Rule 14.22 of the Listing Rules) exceed 5% but are less than 25%, the Disposals collectively constitute a discloseable transaction for the Company under the Listing Rules.

In the event that any disposal of the Unsold Shares, when aggregated with the Disposals in accordance with the Listing Rules, constitute a notifiable transaction under the Listing Rules, the Company will comply with the relevant requirements of the Listing Rules.

THE DISPOSALS

During the period from 2 March 2012 to 10 April 2012 (both dates inclusive), the Company had, through Hopson Holdings, disposed of an aggregate of 40,930,000 BBMG A Shares (representing approximately 0.96% of the issued share capital of BBMG based on its issued share capital of an aggregate of 3,114,354,625 BBMG A Shares and 1,169,382,435 BBMG H Shares as shown on the website of the Hong Kong Stock Exchange as of 31 March 2012) for a total consideration of RMB374,349,390 (approximately HK\$462 million), exclusive of transaction costs, on the “A” share market of the Shanghai Stock Exchange at an average selling price of approximately RMB9.15 per Sale Share. The total consideration of HK\$462 million (exclusive of transaction costs) represented the then prevailing market prices of the Sale Shares.

As the Sale Shares were disposed of in the open market through the Shanghai Stock Exchange, the Company is not aware of the identities of the purchasers of the Sale Shares and accordingly, to the best of the knowledge of the Directors having made all reasonable enquiries, the purchasers of the Sale Shares are third parties independent of and not connected with the Company or its connected persons.

Hopeson Holdings was one of the promoters in the establishment of BBMG in 2005. BBMG and its subsidiaries are principally engaged in the manufacture and sale of cement and modern building materials, property development, property investment, and provision of property management services. The BBMG H Shares became listed on the Main Board of the Stock Exchange in July 2009 and the BBMG A Shares became listed on the “A” market of the Shanghai Stock Exchange in December 2011. Hopeson Holdings acquired certain domestic shares of BBMG at the time of the establishment of BBMG. The domestic shares of BBMG held by Hopeson Holdings were subsequently converted into BBMG A Shares immediately before the commencement of the A Share Listing. The BBMG A Shares held by Hopeson Holdings immediately after the A Share Listing, namely the Sale Shares and the Unsold Shares, were subject to the Lock-up Restriction which expired on 1 March 2012.

The Sale Shares, immediately before the Disposals, and the Unsold Shares had/have been classified as available-for-sale financial assets of the Group in its financial statements. In each of the two years ended 31 December 2011, the Group had received dividend of RMB2,572,000 and RMB2,849,000, respectively, in respect of the Sale Shares. The audited fair value of the Sale Shares as at 31 December 2011 as recorded in the financial statements for the financial year ended 31 December 2011 of the Company amounted to HK\$424,598,000. It is expected that the Group will record a gain of approximately HK\$388,013,000 as a result of the Disposals.

As the Sale Shares were disposed of through the Shanghai Stock Exchange, the consideration for the Sale Shares have been and will be settled in accordance with the relevant standard market practice.

REASONS FOR THE DISPOSALS

The Group is principally engaged in property development and property investment in various cities in the PRC including Guangzhou, Beijing, Shanghai and Tianjin. The Group disposed of the Sale Shares for the purpose of realisation of capital gain efficiently. It is expected that the net proceeds of the Disposals available to the Group will be utilised as its additional working capital.

Given the Disposals were made in the open market of the Shanghai Stock Exchange, the Directors consider the Sale Shares were sold at the then prevailing market prices and the terms of the Disposals are normal commercial terms and are fair and reasonable. The Directors also consider that the Disposals are in the interests of the Company and its shareholders as a whole.

FINANCIAL INFORMATION OF BBMG

Based on the announcement of BBMG dated 28 March 2012 relating to its annual results for the year ended 31 December 2011 available from the website of the Hong Kong Stock Exchange, the audited consolidated net profits before and after tax of BBMG for the two years ended 31 December 2011 (prepared in accordance with the Hong Kong Financial Reporting Standards) are set out below:

	For the year ended 31 December 2010 <i>RMB'000</i> (Restated)	For the year ended 31 December 2011 <i>RMB'000</i>
Profit before tax	4,256,060 (approximately HK\$5,249,850,000)	5,119,845 (approximately HK\$6,315,329,000)
Profit after tax	2,990,750 (approximately HK\$3,689,090,000)	3,593,126 (approximately HK\$4,432,121,000)

Based on the announcement of BBMG dated 28 March 2012 relating to its annual results for the year ended 31 December 2011 available from the website of the Hong Kong Stock Exchange, the audited total asset value of BBMG as at 31 December 2011 amounted to RMB76,756,993,000 (approximately HK\$94,679,751,000).

IMPLICATIONS UNDER THE LISTING RULES

As the applicable percentage ratios for the Disposals (which are aggregated pursuant to Rule 14.22 of the Listing Rules) exceed 5% but are less than 25%, the Disposals collectively constitute a discloseable transaction for the Company under the Listing Rules.

In the event that any disposal of the Unsold Shares, when aggregated with the Disposals in accordance with the Listing Rules, constitute a notifiable transaction under the Listing Rules, the Company will comply with the relevant requirements of the Listing Rules.

DEFINITIONS

Unless otherwise defined below, terms used in this announcement shall have the same meanings as those defined below:

“A Share Listing”	listing of the BBMG A Shares on the “A” share market of the Shanghai Stock Exchange
“Company”	Hopson Development Holdings Limited
“Group”	the Company and its subsidiaries
“BBMG”	北京金隅股份有限公司 (BBMG Corporation*), a joint stock company established under the laws of the PRC with limited liability
“BBMG A Share(s)”	ordinary share(s) with nominal value of RMB1.00 each of BBMG which are listed on the “A” share market of the Shanghai Stock Exchange
“BBMG H Share(s)”	ordinary share(s) with nominal value of RMB1.00 each of BBMG which are listed on the Main Board of the Hong Kong Stock Exchange
“Disposals”	the on-market disposal of a total number of 40,930,000 BBMG A Shares by Hopeson Holdings during the period from 2 March 2012 to 10 April 2012 (both dates inclusive)
“HK\$”	Hong Kong dollars
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Hopeson Holdings”	Hopeson Holdings Limited, a wholly owned subsidiary of the Company which is incorporated in Hong Kong
“Listing Rules”	The Rules Governing the Listing of Securities on the Hong Kong Stock Exchange
“Lock-up Restriction”	the restriction from transfer for a period of one year from the commencement date of the A Share Listing applicable to the Sale Shares and the Unsold Shares
“PRC”	the People’s Republic of China
“RMB”	Reminbi

“Sale Shares”	40,930,000 BBMG A Shares, being the shares of BBMG that the Group disposed of under the Disposals
“Unsold Shares”	164,450,000 BBMG A Shares, being the shares of BBMG that remained held by the Group immediately after the Disposals

For the purpose of this announcement, RMB is translated into HK\$ at the exchange rate of RMB1:HK\$1.2335

By Order of the Board
Hopson Development Holdings Limited
Chu Mang Yee
Chairman

Hong Kong, 10 April 2012

As at the date of this announcement, the Board comprises nine directors. The executive directors are Mr. Chu Mang Yee (Chairman), Mr. Zhang Yi, Mr. Xiang Bin, Mr. Au Wai Kin, Mr. Liao Ruo Qing and Ms. Chu Kut Yung; and the independent non-executive directors are Mr. Lee Tsung Hei, David, Mr. Wong Shing Kay, Oliver, and Mr. Tan Leng Cheng, Aaron.

* *For identification purposes only*