

Monthly Return of Equity Issuer on Movements in Securities

| For the month ended (dd/mn | n/yyyy) : | 31/12/2016 | | |
|---------------------------------|------------------|------------------------|----------------------------------|---|
| To: Hong Kong Exchanges an | d Clearing | Limited | | |
| Name of Issuer | Hua Lien | International (Hold | ing) Company | Limited |
| Date Submitted | 6 January | 2017 | | |
| I. Movements in Authorised Sh | nare Capita | ıl | | |
| 1. Ordinary Shares | | | | |
| (1) Stock code : 969 | Descript | tion: HUALI | EN INT'L | |
| | | No. of ordinary shares | Par value (State currency) | Authorised share capital (State currency) |
| Balance at close of preceding r | nonth | 6,000,000,000 | HK\$0.10 | HK\$600,000,000 |
| Increase/(decrease) | - | Nil | | Nil |
| Balance at close of the month | - | 6,000,000,000 | HK\$0.10 | HK\$600,000,000 |
| (2) Stock code : N/A | Descript | tion: | | |
| | | No. of ordinary shares | Par value (State currency) | Authorised share capital (State currency) |
| Balance at close of preceding r | month | | | |
| Increase/(decrease) | - | | | |
| Balance at close of the month | - | | | |

| Stock code : N/A Descr | iption: | | |
|--|--|----------------------------------|---|
| | No. of preference shares | Par value (State currency) | Authorised share capital (State currency) |
| Balance at close of preceding month | | | |
| Increase/(decrease) | | | |
| Balance at close of the month | | | |
| | | | |
| 3. Other Classes of Shares | | | |
| 3. Other Classes of Shares Stock code : N/A Descr | iption : | | |
| | iption : No. of other classes of shares | Par value (State currency) | Authorised share capital (State currency) |
| Stock code : N/A Descr | No. of other | (State | capital |
| | No. of other | (State | capital |

currency):

II. Movements in Issued Share Capital

| | No. of ordinary shares | | No of preference | No. of other classes | | |
|---------------------------------------|------------------------|-----|------------------|----------------------|--|--|
| | (1) | (2) | shares | of shares | | |
| Balance at close of preceding month | 2,191,180,000 | N/A | N/A | N/A | | |
| Increase/ (decrease) during the month | Nil | N/A | N/A | N/A | | |
| Balance at close of the month | 2,191,180,000 | N/A | N/A | N/A | | |

III. Details of Movements in Issued Share Capital

Share Options (under Share Option Schemes of the Issuer) Particulars of share No. of new shares of No. of new shares of option scheme issuer issued during issuer which may be including EGM the month pursuant issued pursuant thereto approval date thereto as at close of the month Movement during the month (dd/mm/yyyy) and class of shares issuable Granted Exercised Cancelled Lapsed 1. Share Option Scheme (20 /09/ 2007) Ordinary shares Nil Nil Nil Nil Nil Nil (*Note 1*) shares (*Note 1*) shares (*Note 1*) Total A. (Ordinary shares) Nil (Preference shares) N/A (Other class) N/A Total funds raised during the month from exercise of options (State currency) N/A

| Warrants to Issue Shares of the | Issuer which | n are to be L | isted | | | | |
|--|---------------------|---------------|-------------|---------|---------------------|--|--|
| Description of warrants | Currency of nominal | Nominal va | | xercise | | No. of new shares of issuer issued during the month pursuant thereto | No. of new shares of issuer which may be issued pursuant thereto as at close of the month |
| (Date of expiry - dd/mm/yyyy) | value | preceding r | | month | month | | |
| 1. N/A | | | | | | | |
| | | | | | | | |
| (/ /) Stock code (if listed) Class of shares issuable (Note 1) | | | | | | | |
| Subscription price | | | | | | | |
| EGM approval date (if applicable) (dd/mm/yyyy) | (/ | · /) | | | | | |
| 2. N/A | · · | | | | | | |
| | | | | | | | |
| (/ /) Stock code (if listed) | | | | | | | |
| Class of shares | | | | | | | |
| issuable (Note 1) | | | | | | | |
| Subscription price EGM approval date | | | | | | | |
| (if applicable) | | | | | | | |
| (dd/mm/yyyy) | (| / /) | | | | | |
| 3. N/A | <u>—</u> | | | | | | |
| _ | | | | | | | |
| (/ /) | | | | | | | - |
| Stock code (if listed) | | | | | | | |
| Class of shares issuable (<i>Note 1</i>) | | | | | | | |
| Subscription price | | | | | | | |
| EGM approval date | | | | | | | |
| (if applicable) (dd/mm/yyyy) | (| / /) | | | | | |
| 4. N/A | | | | | | | |
| | | | | | | | |
| (/ /) | | | | | | | |
| Stock code (if listed) Class of shares | | | | | | | |
| issuable (Note 1) | | | | | | | |
| Subscription price | | | | | | | |
| EGM approval date | | | | | | | |
| (if applicable) (dd/mm/yyyy) | (| / /) | | | | | |
| | | | Tota | ıl B. | (Ordinary shares) | Nil | |
| | | | | (| (Preference shares) | N/A | - |
| | | | | | (Other class)_ | N/A | - |

| Convertibles (i.e. Convertibl | e into Shares of the | Issuer which are to | be Listed) | | | |
|---|--------------------------------------|---------------------|----------------------------|------------------------------|---|---|
| Class and description | Currency of amount outstanding | preceding | Converted during the month | Amount at close of the month | No. of new shares of issuer issued during the month pursuant thereto | No. of new shares of issuer which may be issued pursuant thereto as at close of the month |
| 1. Redeemable Tranche 1 | | | | | | |
| Convertible Note – Princip | | | | | | |
| Amount HK\$366,600,000 | | | | | | |
| - C. 1 (CI: 1) | HK\$ | HK\$227,100,000 | Nil | HK\$227,100,000 | Nil | 378,500,000 |
| Stock code (if listed) | N/A | | | | | |
| Class of shares issuable (<i>Note 1</i>) | Ordinary shares | | | | | |
| , | Ordinary shares HK\$0.60 per con | viereien chere | | | | |
| Subscription price EGM approval date | nkau.ou per con | iversion share | | | | |
| (if applicable) | (20/02/2009) | | | | | |
| (dd/mm/yyyy)) | (17/01/2014) | | | | | |
| 2. Redeemable Tranche 2 | (17/01/2014) | | | | | |
| 3- | oinol | | | | | |
| Convertible Note – Prin | | | | | | |
| Amount HK\$306,600,000 | | ***** | | ***** | 2.711 | - 44 000 000 |
| C. 1 1 ('C1' + 1) | HK\$ | HK\$306,600,000 | Nil | HK\$306,600,000 | Nil | 511,000,000 |
| Stock code (if listed) | N/A | _ | | | | |
| Class of shares | 0.1 | | | | | |
| issuable (Note 1) | Ordinary shares | | | | | |
| Subscription price | HK\$0.60 per con | iversion share | | | | |
| EGM approval date | (20/02/2000) | | | | | |
| (if applicable) (dd/mm/yyyy) | (20/02/2009) (17/01/2014) | | | | | |
| 3. Redeemable | (17/01/2014) | | | | | |
| | 1 | | | | | |
| Convertible Notes - Prin | - _ | | | | | |
| Amount HK\$24,000,000 | | | | | | |
| | HK\$ | HK\$24,000,000 | Nil | Nil | Nil | Nil |
| Stock code (if listed) | N/A | | | See Remarks (4) | | |
| Class of shares | 0.11. 1 | | | on page 10 | | |
| issuable (Note 1) | Ordinary shares | | | | | |
| Subscription price | HK\$0.60 per con | iversion snare | | | | |
| EGM approval date (if applicable) | | | | | | |
| (dd/mm/yyyy) | (08/12/2010) | | | | | |
| 4. Redeemable | (00/12/2010) | | | | | |
| Convertible Notes - Prin | ncinal | | | | | |
| | - | | | | | |
| Amount HK\$45,750,000 | | TTT/0 45 550 000 | **** | TTTZ# 4# ### 0000 | 3.7*1 | 5 6.050.000 |
| Ctos11- ('C1'1) | HK\$ | HK\$45,750,000 | Nil | HK\$45,750,000 | Nil | 76,250,000 |
| Stock code (if listed) | N/A | | | | | |
| Class of shares | Ordinanyahana | | | | | |
| issuable (<i>Note 1</i>) Subscription price | Ordinary shares HK\$0.60 per con | varsion shore | | | | |
| EGM approval date | (under the genera | | | | | |
| (if applicable) | granted to the dire | | | | | |
| (dd/mm/yyyy) | AGM held on 1 J | | | | | |
| (33, 11111) 3333) | 110111 11010 011 1 3 | 2012) | Total C (O | rdinary shares) | Nil | |
| | | | | ference shares) | N/A | - |
| | | | (= 10 | (Other class) | N/A | - |
| | | | | . , | | - |

Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options (other than under Share Option Schemes)

| Full particulars including EGM appr if applicable, and class of shares issu | oval date (dd/mm/yyyy), able: | No. of new shares of issuer issued during the month pursuant thereto | No. of new shares of issuer which may be issued pursuant thereto as at close of the month |
|---|----------------------------------|--|---|
| 1. See Remarks (1) on page 10 | | | See Remarks |
| - | | | |
| | (/ /) | | |
| | shares (Note 1) | | |
| 2. See Remarks (2) on page 10 | | | See Remarks |
| 2. Dec 110111111 (2) on page 10 | | | 500 11011111 11 5 |
| | | | |
| | shares (Note 1) | | |
| 3. See Remarks (3) on page 10 | | | See Remarks |
| 3. See Remarks (3) on page 10 | | | See Kemarks |
| | | | |
| | (/ /) shares (<i>Note 1</i>) | | |
| | shares (which is | | |
| 4 | | | |
| | | | |
| | (/ /) | | |
| | shares (Note 1) | | |
| | Total D. (Ordinary shares) | Nil | |
| | (Preference shares) | N/A | • |
| | (Other class) | N/A | • |
| | | | |

| | ner wiovements in | Issued Share Capital | | | | | |
|----|-------------------|---------------------------|---|-------|---|---|---|
| | | | | | | No. of new shares of issuer issued during the month pursuant thereto | No. of new shares of issuer which may be issued pursuant thereto as at close of the month |
| | Type of Issue | | | | | | the month |
| | | | Class of shares issuable (Note 1) | N/A | _ | | |
| 1. | Rights issue | At price : State currency | Issue and allotment date : (dd/mm/yyyy) | (/ / |) | | |
| | | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |
| | | | | | | | |
| | | | Class of shares issuable (Note 1) | N/A | _ | | |
| 2. | Open offer | At price : State currency | Issue and allotment date: (dd/mm/yyyy) | (/ / |) | | |
| | | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |
| | | | | | | | |
| | | | Class of shares issuable (Note 1) | N/A | | | |
| 3. | Placing | At price : State currency | Issue and allotment date : (dd/mm/yyyy) | (/ / |) | | |
| | | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |
| | | | | | | | |
| | | | Class of shares issuable (Note 1) | N/A | _ | | |
| 4. | Bonus issue | | Issue and allotment date: (dd/mm/yyyy) | (/ / |) | | |
| | | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |

| | | | | | No. of new shares of issuer issued during the month pursuant thereto | issuer which may be issued pursuant thereto as at close of |
|----|---|---|-------|---|---|---|
| | Type of Issue | | | | | the month |
| | | Class of shares issuable (Note 1) | N/A | _ | | |
| 5. | Scrip dividend At price : State currency | Issue and allotment — date : (dd/mm/yyyy) | (/ / |) | | |
| | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |
| | | | | | - | |
| | | Class of shares repurchased (Note 1) | N/A | | | |
| 6. | Repurchase of shares | Cancellation date : (dd/mm/yyyy) | (/ / |) | | |
| | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |
| | | | | | | |
| | | Class of shares redeemed (Note 1) | N/A | | | |
| 7. | Redemption of shares | Redemption date : (dd/mm/yyyy) | (/ / |) | | |
| | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |
| | | | | | - | |
| | | Class of shares issuable (Note 1) | N/A | | | |
| 8. | Consideration issue At price : State currency | Issue and allotment date : (dd/mm/yyyy) | (/ / |) | | |
| | | EGM approval date: (dd/mm/yyyy) | (/ / |) | | |
| | | | | | | |

| | Type of Issue | | | No. of new shares of issuer during issuer the month pursuant thereto as at close of the month |
|-----|---------------------------|---------------------------|--|---|
| | | | Class of shares issuable N/A (Note 1) | |
| 9. | Capital reorganisation | | Issue and allotment (/ / date : (dd/mm/yyyy) |) |
| | | | EGM approval date: (/ / (dd/mm/yyyy) |) |
| | | | | |
| | | | Class of shares issuable N/A (Note 1) | |
| 10. | Other (Please specify) | At price : State currency | Issue and allotment (/ / date : (dd/mm/yyyy) |) |
| | | | EGM approval date: (/ / (dd/mm/yyyy) | |
| | | | Total E. (Ordinary sha (Preference sha (Other cl | res) N/A |
| | | | | |

| Total increase / (decrease) in ordinary shares during the month (i.e. Total of A to E): | (1) | Nil |
|---|--------|-----------------|
| | (2) | N/A |
| Total increase / (decrease) in preference shares during the month (i.e. Total of A to E): | | N/A |
| Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E): | | N/A |
| (These figures should be the same as the relevant figures under II above ("Movements in Issa | ied Sh | are Capital").) |

| Remarks (if any): |
|---|
| (1) A maximum of 520,000,000 Conversion Shares (upon full conversion of possibly be issued Convertible |
| Notes) may possibly be issued in relation to a memorandum of understanding signed on 31 January 2010 and |
| agreements signed on 22 October 2010. Conversion Price of the possible issue of Shares is HK\$0.6. |
| |
| (2) On 18 July 2016, the Company entered into a Subscription Agreement with the Subscriber pursuant to which |
| the Subscriber has conditionally agreed to subscribe for and the Company has conditionally agreed to allot |
| and issue 3,700,000,000 Subscription Shares at the Subscription Price of HK\$0.16 per Subscription Share. |
| The issue of Subscription Shares is subject to independent shareholders' approval at the forthcoming |
| extraordinary general meeting. For details, please refer to the Company's announcements dated 21 July 2016, |
| 10 August 2016, 15 September 2016, 31 October 2016, 1 December 2016 and 16 December 2016. |
| |
| (3) On 18 July 2016, the Company entered into a Placing Agreement with the Placing Agent pursuant to which |
| the Placing Agent has conditionally agreed, on a fully underwritten basis, to procure not less than six Placees |
| to subscribe for 800,000,000 Placing Shares at the Placing Price of HK\$0.16 per Placing Share. The issue of |
| Placing Shares is subject to independent shareholders' approval at the forthcoming extraordinary general |
| meeting. For details, please refer to the Company's announcements dated 21 July 2016, 10 August 2016, |
| 15 September 2016, 31 October 2016, 1 December 2016 and 16 December 2016. |
| |
| (4) On 31 December 2016, the Company redeemed the Convertible Note - Principal Amount HK\$24,000,000 |
| upon its maturity. |
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| |
| Submitted by: Wan Hok Shing |
| Title: Company Secretary |
| (Director, Secretary or other duly authorised officer) |
| |
| |
| |
| Notes: |

State the class of shares (e.g. ordinary, preference or other).

If there is insufficient space, please append the prescribed continuation sheet.

1.

2.