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宇陽控股(集團)有限公司
EYANG HOLDINGS (GROUP) CO., LIMITED
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 117)

**RESUMPTION CONDITIONS
AND
UPDATE ON THE DEVELOPMENTS AFTER SUSPENSION OF
TRADING**

Resumption Conditions

Reference is made to:

- (i) the results announcement dated 30 March 2012 containing a qualified opinion issued by Ernst & Young, the auditors of EYANG Holdings (Group) Co., Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) in relation to the Group’s annual results for the year ended 31 December 2011 on the basis that the Company’s auditors were unable to obtain sufficient audit evidence of the sales of mobile phones trading with two Africa companies and the corresponding trade receivables (the “**Audit Qualification**”);
- (ii) the announcement dated 26 March 2013 with respect to, among other things, the delay in publication of the Company’s annual results and possible delay in dispatch of annual report for the year ended 31 December 2012;
- (iii) the announcement dated 28 March 2013 in relation to the Company’s request to suspend trading in shares of the Company starting from 2 April 2013 (the “**Trading Suspension**”); and
- (iv) the announcement date 30 April 2013 in relation to the arrest of Mr. Leung Wai Chung, the company secretary of the Company, by Hong Kong Police in connection with false accounting with respect to the mobile phones trading business for the period from August 2011 to March 2012 (the “**Incidence**”).

On 14 May 2013, the board of directors of the Company (the “**Board**”) received a letter from the Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) stating that given the Audit Qualification and the Incidence, the Stock Exchange considered it appropriate to

impose the following resumption conditions (the “**Resumption Conditions**”):

- (a) inform the market of all material information about the Incidence that is necessary to appraise the Group’s position, including their Implications to the Group’s assets, financial and operational position;
- (b) demonstrate that there is no reasonable regulatory concern about management integrity which will pose a risk to investors and damage market confidence; and
- (c) publish all outstanding financial results and report, and address any concerns raised by the Company’s auditors through qualifications in their audit report.

The Company must also comply with the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong (the “**Listing Rules**”) and all applicable laws and regulations in Hong Kong and its place of incorporation before resumption.

The Stock Exchange may modify the above and/or impose further conditions if the situation changes.

Update on the Developments after Suspension of Trading

After the Trading Suspension, the operation of Company’s business remains normal. The Company has engaged legal advisers to advise the Company on various issues in relation to the Incidence and the Resumption Conditions. The Company has also been in the process of selecting suitable professional parties to assist it to work with the auditors of the Company with a view to complete the audit and publish all outstanding financial results and report, and address any concerns raised by the auditors through qualifications in their audit report. The Company is now endeavoring to take all necessary steps to satisfy the Resumption Conditions. The Board will keep the Company’s shareholders and potential investors informed of the progress pursuant to the Listing Rules as and when appropriate.

By order of the Board
EYANG Holdings (Group) Co., Limited
Chen Weirong
Chairman

Hong Kong, 16 May 2013

As at the date of this announcement, the Board comprises Mr. Chen Weirong, Mr. Liao Jie, Mr. Xu Chuncheng and Mr. Jin Wenping as Executive Directors, Mr. Cheng Wusheng, Mr. Zhang Zhilin and Mr. Chen Hao as Non-executive Directors and Mr. Pan Wei, Mr. Liu Huanbin, Mr. Chu Kin Wang, Peleus and Mr. Liang Rong as Independent Non-executive Directors.