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**China Hongqiao Group Limited**  
**中國宏橋集團有限公司**

*(Incorporated under the laws of Cayman Islands with limited liability)*  
**(Stock Code: 1378)**

**VOLUNTARY ANNOUNCEMENT**  
**APPROVAL RECEIVED FROM**  
**THE NATIONAL DEVELOPMENT AND REFORM COMMISSION TO**  
**ISSUE CORPORATE BONDS BY A SUBSIDIARY IN THE PRC**

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

The Board of the Company is pleased to announce that on 12 September 2013, Shandong Hongqiao received the “Approval for the Issue of 2013 Corporate Bonds by Shandong Hongqiao New Material Co., Ltd. (Fa Gai Cai Jin [2013] No. 1654)” (發改財金[2013] 1654號《關於山東宏橋新型材料有限公司發行2013年公司債券核准的批覆》) from the NDRC approving Shandong Hongqiao to issue the Corporate Bonds of no more than RMB2.3 billion in the People’s Republic of China.

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

The board of directors (the “Board”) of the Company is pleased to announce that on 12 September 2013, Shandong Hongqiao New Material Co., Ltd., a wholly owned subsidiary of the Company in the PRC (“Shandong Hongqiao”), received the “Approval for the Issue of 2013 Corporate Bonds by Shandong Hongqiao New Material Co., Ltd. (Fa Gai Cai Jin [2013] No. 1654)” (發改財金[2013] 1654號《關於山東宏橋新型材料有限公司發行2013年公司債券核准的批覆》) from the NDRC approving Shandong

Hongqiao to issue its corporate bonds of no more than RMB2.3 billion in the People’s Republic of China (the “Corporate Bonds”). The principal term of the Corporate Bonds are set out below:

<b>Issuer:</b>	Shandong Hongqiao
<b>Size of issue:</b>	no more than RMB2.3 billion
<b>Place of issue:</b>	the PRC
<b>Maturity:</b>	7 years
<b>Interest rate:</b>	Shanghai interbank offered rate (the “Shibor”) as the base rate plus a margin of 3.10% per annum. At the end of the fifth year, Shandong Hongqiao have the right to increase the interest rate with a range of 0 to 100 base points, which will be applied to the remaining two years of the duration of the corporate bonds and the holders of the Corporate Bonds may request the Company to redeem all or part of the Corporate Bonds they hold
<b>Interest calculation:</b>	the coupon of the Corporate Bonds is calculated annually by way of simple interest. The base rate will be determined with reference to the arithmetic average one year term Shibor for the five trading days before the announcement of the subscription and allotment method
<b>Use of proceeds:</b>	proposed to be used for expanding the production capacity of further processing aluminum products and for supplementing working capital
<b>Guarantee:</b>	the Company provides an unconditional, irrevocable and joint and several guarantee for the full amount of the Corporate Bonds

The Board believes that the issue of the Corporate Bonds will allow the Group to use the proceeds for expanding the production capacity of further processing aluminium products and for supplementing working capital and the terms and conditions of the Corporate Bonds are fair and reasonable and are in the interest of the Company as a whole.

The Company will make further announcement in respect of the detailed arrangements of the issue of the Corporate Bonds as and when appropriate.

**The proposed issue of corporate bonds by Shandong Hongqiao may or may not proceed, and the shareholders of the Company and public investors should therefore exercise caution in dealing the Company's shares.**

By Order of the Board  
**China Hongqiao Group Limited**  
**Zhang Shiping**  
*Chairman*

Shandong, the People's Republic of China  
13 September 2013

*As at the date of this announcement, the Board comprises nine directors, namely Mr. Zhang Shiping, Ms. Zheng Shuliang, Mr. Zhang Bo and Mr. Qi Xingli as executive directors, Mr. Yang Congsen and Mr. Zhang Jinglei as non-executive directors, and Mr. Chen Yinghai, Mr. Xing Jian and Mr. Han Benwen as independent non-executive directors.*