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## **EASYKNIT ENTERPRISES HOLDINGS LIMITED**

**永義實業集團有限公司\***

*(incorporated in Bermuda with limited liability)*

**(Stock Code: 0616)**

### **DISCLOSEABLE TRANSACTION DISPOSAL OF LISTED SECURITIES**

The Group disposed on-market the CLIFE Shares in a series of transactions conducted between 8 January 2015 and 6 February 2015, at the price between HK\$29.75 and HK\$31.15 per CLIFE Share for an aggregate gross sale proceeds of HK\$6,090,000 (excluding transaction costs).

The Disposal constitutes a discloseable transaction of the Company as the one of applicable percentage ratios exceeds 5% but is less than 25%.

#### **THE DISPOSAL**

The Group disposed on-market the CLIFE Shares in a series of transactions conducted between 8 January 2015 and 6 February 2015, at the price between HK\$29.75 and HK\$31.15 per CLIFE Share for an aggregate gross sale proceeds of HK\$6,090,000 (excluding transaction costs).

As the Disposal was made on the market, the Company is not aware of the identities of the purchasers of the CLIFE Shares. To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, each of the purchasers of the CLIFE Shares and their ultimate beneficial owners are third parties independent of the Company and its connected persons (as defined in the Listing Rules).

#### **Assets disposed**

The Group disposed of 200,000 CLIFE Shares, representing approximately 0.0007% of the issued share capital of CLIFE (based on the 28,264,705,000 CLIFE Shares as at 31 January 2015 according to publicly available information).

#### **Consideration**

The aggregate gross sale proceeds of the Disposal is HK\$6,090,000 (excluding transaction costs), which is receivable in cash on settlement. The consideration for the Disposal represented the market price of the CLIFE Shares at the time of the Disposal.

*\* for identification only*

## REASONS FOR AND BENEFITS OF THE DISPOSAL

The Group's principal businesses are property investments, property development, garment sourcing and export businesses, investment in securities and loan financing.

The purpose of the Disposal is to obtain a balanced securities investment portfolio. As a result of the Disposal, the Group is expected to recognize a gain of approximately HK\$1,310,000 which is calculated on the basis of the difference between the acquisition price and the disposal price (exclusive of the transaction costs). The Group intends to use the proceeds of the Disposal for general working capital.

The Disposal was made at market price and the Directors (including the independent non-executive Directors) are of the view that the Disposal will enhance the liquidity of the Company, was fair and reasonable, on normal commercial terms and in the interests of the Company and its Shareholders as a whole.

## INFORMATION ON CLIFE

According to publicly available information, CLIFE is a joint-stock company incorporated in the PRC with limited liability and the H shares of which are listed on the main board of the Stock Exchange (Stock Code: 02628). According to its company profile made available on the internet, CLIFE provides life, annuities, accident and health insurance products in the PRC. Further information on CLIFE can be found on the website of the Stock Exchange.

The following information is extracted from the 2013 annual report and 2014 third quarter report of CLIFE :

	<b>For the nine months ended 30 September 2014</b>	<b>For the year ended 31 December</b>	
	<i>RMB million</i>	<b>2013</b>	<b>2012</b>
		<i>RMB million</i>	<i>RMB million</i>
Revenue	347,812	417,883	371,485
Profit before taxation	34,482	29,451	10,968
Net profit after taxation attributable to shareholders of CLIFE	27,553	24,765	11,061
Total assets	2,145,535	1,972,941	1,898,916

## GENERAL

The Disposal constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules, as one of the applicable percentage ratios exceeds 5% but is less than 25%.

## DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms have the following meanings:

“Board”	the board of Directors
“CLIFE”	China Life Insurance Company Limited, a joint stock company incorporated in the PRC with limited liability, the H shares of which are listed on the main board of the Stock Exchange (Stock code: 02628)

“CLIFE Shares”	overseas listed foreign shares with a par value of RMB1.00 each in the share capital of CLIFE, listed on the main board of the Stock Exchange and traded in Hong Kong dollars
“Company”	Easyknit Enterprises Holdings Limited, an exempted company incorporated in Bermuda with limited liability, the shares of which are listed on the main board of Stock Exchange
“Director(s)”	director(s) of the Company
“Disposal”	the disposal by the Company, through its wholly owned subsidiary, of a total of 200,000 CLIFE Shares on the market from 8 January 2015 to 6 February 2015 for a consideration of HK\$6,090,000
“discloseable transaction”	as defined in the Listing Rules
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“percentage ratios”	as defined in the Listing Rules
“PRC”	the People’s Republic of China
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	ordinary share(s) of HK\$0.01 each in the share capital of the Company
“Shareholder(s)”	holder(s) of Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

By Order of the Board  
**Easyknit Enterprises Holdings Limited**  
**Kwong Jimmy Cheung Tim**  
*Chairman and Chief Executive Officer*

Hong Kong, 12 February 2015

*As at the date hereof, the Board comprises Mr. Kwong Jimmy Cheung Tim, Ms. Lui Yuk Chu and Ms. Koon Ho Yan Candy as executive directors; Mr. Tse Wing Chiu Ricky and Mr. Lai Law Kau as non-executive directors; and Mr. Kan Ka Hon, Mr. Lau Sin Ming and Mr. Foo Tak Ching as independent non-executive directors.*