



China International Holdings Limited
中翔國際集團有限公司
(Incorporated in Bermuda with limited liability)
(Bermuda Company Registration No. 23356)

SETTLEMENT OF LITIGATION

The Board of Directors of China International Holdings Limited (the “**Company**”) refers to the announcement issued on 28 March 2017 in relation to the claim by YDUIIC against XSG for the repayment of the sum of RMB 105 million and carried interest of RMB 52 million (the “**Announcement**”) and the further announcement issued on 4 April 2017 (the “**Further Announcement**”).

Unless otherwise defined herein, all terms and references used herein shall bear the same meaning ascribed to them in the Announcement and the Further Announcement.

The Board wishes to announce that the parties to the litigation have entered into a settlement agreement (和解协议) (“the Settlement Agreement”) under the auspice of Yichang City Intermediate Court on 15 December 2017 and the Yichang City Intermediate Court has issued a Court Mediation Notice (民事调解书) in relation to the Settlement Agreement on the same date.

Under the court-mediated settlement, the Company’s 50%-owned associate, Yichang Xinshougang Property Development Limited (“XSG”), will pay a lump sum of RMB 105,325,500 to Yiling District Urban Infrastructure Investment Company (“YDUIIC”) before the end of 2017 and YDUIIC will withdraw all claims on and actions against XSG immediately after receiving the payment.

The Company will provide a detailed update as soon as feasible once we receive further details of the settlement.

The Board of Directors would like to advise shareholders and investors to exercise caution when dealing in the shares of the Company and to refrain from taking any action which may be prejudicial to their interests. In the event of any doubt, shareholders and investors are advised to consult their stockbrokers, bank managers, solicitors, accountants and other professional advisers.

**BY ORDER OF THE BOARD
CHINA INTERNATIONAL HOLDINGS LIMITED**

Shan Chang
Chairman
18 December 2017