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Caifu Holdings Limited

彩富控股有限公司

(incorporated with limited liability in the British Virgin Islands)

Redemption of 8.75% Senior Notes Due 2020 Issued by Caifu Holdings Limited 彩富控股有限公司 (ISIN:XS0878016673)

Pursuant to the terms of the trust deed dated as of January 10, 2014 (as amended or supplemented from time to time), among Caifu Holdings Limited (“**Caifu**”), the Company, R&F HK, the entities set forth in Schedule I thereto as Subsidiary Guarantors and Citicorp International Limited, as trustee (the “**Trustee**”), entered into in connection with the issuance of Caifu’s 8.75% Senior Notes due 2020 (the “**Notes**”), Caifu announces today that it has informed the Trustee and holders of the Notes that all outstanding Notes will be redeemed in full on January 24, 2017 (the “**Redemption Date**”) at a redemption price equal to 104.375% of the principal amount of the Notes, plus accrued and unpaid interest, if any, to (but not including) the Redemption Date (the “**Redemption Price**”).

As of the date of this announcement, the outstanding principal amount of the Notes is US\$600,000,000. Caifu will satisfy the payment of the outstanding principal amount of the Notes using internal funds.

Upon redemption of the outstanding Notes on the Redemption Date, all the redeemed Notes will be cancelled.

December 19, 2016