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CHINA OVERSEAS GRAND OCEANS FINANCE (CAYMAN) LIMITED

中國海外宏洋財務(開曼)有限公司

(the “Issuer”)

(incorporated in Cayman Islands with limited liability)

HK\$2,200,000,000

2.00% GUARANTEED CONVERTIBLE BONDS DUE 2017

(CREDIT ENHANCED UNTIL 2015

WITH STEP DOWN TO ZERO COUPON AFTER 2015)

CONVERTIBLE INTO ORDINARY SHARES OF, AND

UNCONDITIONALLY AND IRREVOCABLY GUARANTEED BY



中國海外宏洋集團有限公司

CHINA OVERSEAS GRAND OCEANS GROUP LTD.

(incorporated in Hong Kong with limited liability)

(Stock Code: 81)

COMPLETION OF REDEMPTION PURSUANT TO EXERCISE OF PUT OPTION

Reference is made to the announcement of China Overseas Grand Oceans Group Limited (the “Company”) dated 14 March 2012 (the “Announcement”) in relation to the issue of HK\$2,200,000,000 2.00% guaranteed convertible bonds due 2017 (credit enhanced until 2015 with step down to zero coupon after 2015) (the “Convertible Bonds”). Unless otherwise defined, capitalized terms used herein shall have the same meanings as defined in the Announcement.

The terms and conditions of the Convertible Bonds provide, among other matters, that the Issuer (a wholly-owned subsidiary of the Company) will, at the option of the Bondholders, redeem all or some only of such Convertible Bonds at 100% of their principal amount (the “Put Options”) on 21 March 2015 or the next business date if it is not a business date in Hong Kong.

As all the Bondholders gave notice to exercise their Put Options, the Company, on behalf of the Issuer, has redeemed all the outstanding Convertible Bonds on 23 March 2015. The total redemption money paid was HK\$2,200,000,000, being the principal amount of the Convertible Bonds. The Company has used its available banking facility to satisfy the payment of the redemption money and considers that there will be no material impact on its financial position as a result of the redemption.

Upon redemption, all the Convertible Bonds will be cancelled and accordingly delisted from the Singapore Exchange Securities Trading Limited.

For and on behalf of
**CHINA OVERSEAS GRAND OCEANS
FINANCE (CAYMAN) LIMITED**

Hao Jian Min
Director

For and on behalf of
**CHINA OVERSEAS GRAND OCEANS
GROUP LIMITED**

Hao Jian Min
Chairman and Non-Executive Director

Hong Kong, 23 March 2015

As at the date of this announcement, the board of directors of the Issuer comprises three directors, namely, Mr. Hao Jian Min, Mr. Zhang Guiqing and Mr. Xiang Hong.

As at the date of this announcement, the board of directors of the Company comprises nine Directors, of which four are executive Directors, namely, Mr. Zhang Guiqing, Mr. Xiang Hong, Mr. Paul Wang Man Kwan and Mr. Yang Hai Song; two non-executive Directors, namely Mr. Hao Jian Min and Mr. Billy Yung Kwok Kee, and three independent non-executive Directors, namely Dr. Timpson Chung Shui Ming, Mr. Jeffrey Lam Kin Fung and Mr. Dantes Lo Yiu Ching.