



DELONG HOLDINGS LIMITED (REG NO. 199705215G)

UPDATE ON PROPOSED JV - SETTING UP OF JOINT VENTURE COMPANY

1. INTRODUCTION

Reference is made to the announcements by Delong Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on 7 August 2017 and 12 June 2017 (the “**Announcements**”) in relation to the proposed joint venture between Delong Steel Singapore Projects Pte Ltd (“**Delong Steel**”), the Company’s indirect wholly-owned subsidiary, Shanghai Decent Investment (Group) Co., Ltd (上海鼎信投资 (集团) 有限公司) (“**Shanghai Decent**”) and PT. Indonesia Morowali Industrial Park (印尼经贸合作区青山园区开发有限公司) (“**Morowali**”) to *inter alia* invest and construct a steel project at Tsingshan Park (the “**Steel Project**”), and to set up a joint venture company in Indonesia (the “**JV Co**”) for such purpose (the “**Proposed JV**”).

All capitalised terms used and not defined herein shall have the same meanings given to them in the Announcements.

2. UPDATE ON PROPOSED JV

Further to the Announcements, the board of directors (the “**Board**”) of the Company wishes to announce that Delong Steel has set up the following JV Co with Shanghai Decent and Morowali:

Name of the JV Co	:	PT. Dexin Steel Indonesia
Place of incorporation	:	Indonesia
Registered share capital	:	USD150 million
Shareholding	:	Delong Steel - 45%
		Shanghai Decent – 43%
		Morowali – 12%
Principal activity	:	Manufacture of steel

The above establishment of the JV Co is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 December 2017.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the said establishment.

3. FURTHER ANNOUNCEMENT

The Company will make further announcements as and when there are material developments in respect of the Proposed JV.

4. CAUTIONARY STATEMENT

Shareholders should note that there is no certainty or assurance as at the date of this announcement that the Proposed JV will be completed. Accordingly, Shareholders and potential investors of the Company should exercise caution when trading in the shares of the Company. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

BY ORDER OF THE BOARD

Ding Liguao
Executive Chairman
10 November 2017