

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



China South City Holdings Limited
華南城控股有限公司

(incorporated in Hong Kong with limited liability)

(Stock code: 1668)

GRANT OF SHARE OPTIONS

This announcement is made pursuant to Rule 17.06A of the Rules Governing the Listing of Securities (“**Listing Rules**”) on The Stock Exchange of Hong Kong Limited.

The board of directors (the “**Board**”) of China South City Holdings Limited (the “**Company**”) hereby announces that the Board has resolved on 22 August 2016 (the “**Date of Grant**”) to grant share options (the “**Share Options**”) to certain employees (the “**Grantees**”) to subscribe for ordinary shares of the Company (the “**Shares**”), subject to the acceptance of such Grantees, under the share option scheme adopted by the Company on 4 September 2009.

A summary of the grant of Share Options is set out below:

| | | |
|--|---|----------------------------------|
| Date of Grant | : | 22 August 2016 |
| Number of Share Options granted | : | 70,500,000 Share Options |
| Exercise price of Share Options | : | HK\$1.75 per Share |
| Closing price of the Shares on the Date of Grant | : | HK\$1.75 per Share |
| Average closing price of the Shares for the five business days immediately preceding the Date of Grant | : | HK\$1.75 per Share |
| Validity period of Share Options | : | 5 years from the date of vesting |

In these Share Options, there are three types of vesting schedules as below:

- (a) 23,500,000 Share Options will be vested from the Date of Grant;
- (b) 35,250,000 Share Options will be vested upon the first anniversary of the Date of Grant; and
- (c) 11,750,000 Share Options will be vested upon the second anniversary of the Date of Grant.

The Grantees are not a director, chief executive or substantial shareholder of the Company, or any their respective associates (as defined under the Listing Rules) as at the date of this announcement.

By Order of the Board
China South City Holdings Limited
CHENG Chung Hing
Co-Chairman and Executive Director

Hong Kong, 22 August 2016

As at the date of this announcement, the executive directors of the Company are Mr. Cheng Chung Hing, Mr. Leung Moon Lam and Mr. Fung Sing Hong Stephen; the non-executive directors of the Company are Dr. Ma Kai Cheung, SBS, Mr. Sun Kai Lit Cliff, BBS, JP, Dr. Ma Wai Mo, Mr. Cheng Tai Po and Mr. Lin Ching Hua; and the independent non-executive directors of the Company are Mr. Leung Kwan Yuen Andrew, GBS, JP, Mr. Li Wai Keung, Mr. Hui Chiu Chung, JP and Mr. Yung Wing Ki Samuel, SBS, MH, JP.