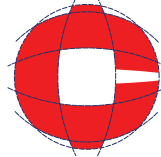


*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever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

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for any securities of the Company.



中持基業控股有限公司
Kate China Holdings Limited

KATE CHINA HOLDINGS LIMITED

中持基業控股有限公司

(incorporated in Hong Kong with limited liability)

(Stock code: 8125)

UNUSUAL SHARE PRICE AND TRADING VOLUME MOVEMENTS — QUALIFIED, INSIDE INFORMATION, AND RESUMPTION OF TRADING

The board of directors (the “**Board**”) of Kate China Holdings Limited (the “**Company**”) has noted the increases in the price and trading volume of the shares of the Company on 12 March 2015. Having made such enquiry with respect to the Company as is reasonable in the circumstances, the Board confirmed that it is not aware of any reasons for these price and trading volume movements or any information which must be announced to avoid a false market in the Company’s securities or any inside information that needs to be disclosed under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong). However, the Board is informed by the controlling shareholder of the Company of a potential disposal of shares of the Company as described below.

POTENTIAL DISPOSAL BY CONTROLLING SHAREHOLDER

The Board has been informed by the controlling shareholder of the Company that (i) it was approached by a financial institution for the disposal of up to 111,000,000 existing issued shares of the Company to independent third parties, representing a maximum of approximately 33.64% of the existing issued shares of the Company as at the date of this announcement (“**Potential Disposal**”); (ii) the Potential Disposal has yet to be agreed depending upon the negotiation of the disposal price

and other terms; and (iii) if the Potential Disposal becomes materialise, it is mindful of its obligation to remain as a controlling shareholder of the Company during the second six-month period from the date of listing of the Company.

Shareholders and potential investors of the Company shall be aware that no legally binding agreement has been entered into for the Potential Disposal as at the date of this announcement. Shareholders and potential investors of the Company are urged to exercise extreme caution when dealing in the shares of the Company.

This announcement is made by the order of the Board. The Board collectively and individually accepts responsibility for the accuracy of this announcement.

RESUMPTION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange was halted with effect from 1:00 p.m. on 12 March 2015 pending the release of this announcement. The Company has applied to the Stock Exchange for resumption of trading in the shares of the Company with effect from 9:00 a.m. on 13 March 2015.

By Order of the Board
Kate China Holdings Limited
Chan Tat Wah
Chairman and Executive Director

Hong Kong, 13 March 2015

As at the date of this announcement, the executive Director are Mr. Chan Tat Wah (Chairman), Mr. Fok Chun Kit (CEO), and Mr. Tsang Kei Cheong; and the independent non-executive Directors are Mr. Lam Yiu Kin, Mr. Lu Tak Ming and Prof. Lai Kin Keung. This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors having made all reasonable enquiries, confirm that, to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at www.hkgem.com for at least 7 days from the date of its posting on the website of the Company at www.katechina.hk.