
BANK FACILITY

The Board of Directors of Pan Hong Holdings Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that Nanchang Liyang Decoration Limited (南昌麗陽裝飾工程有限公司) (“**Nanchang Liyang**”), a wholly and indirectly owned subsidiary of Sino Harbour Property Group Limited (“**Sino Harbour**”) which is listed on the Main Board of The Stock Exchange of Hong Kong Limited and 75% owned by the Company, had obtained a bank facility amounting to RMB60.0 million (the “**Bank Facility**”) from Shanghai Pudong Development Bank, Nanchang Branch (上海浦東發展銀行股份有限公司南昌分行) (the “**Lender**”) for general working capital use.

The Bank Facility is secured by the following guarantees/collaterals up to a maximum limit of RMB60.0 million collectively:

- (a) Personal guarantees from Mr. Wong Lui and his spouse, Ms. Qu Zhitong (“**Ms. Qu**”), respectively, with a maximum limit of up to RMB60.0 million.

Mr. Wong Lui is the executive director of Sino Harbour and son of Mr. Wong Lam Ping (“**Mr. Wong**”), the Company’s Executive Chairman, Chief Executive Officer and a controlling shareholder of the Company. Accordingly, Mr. Wong Lui is an interested person in favour of the Lender in order for Nanchang Liyang, being the entity at risk, to obtain the Bank Facility.

75% equity interests in Nanchang Liyang are held in trust by Nanchang Gangrui Trading Company Limited (南昌港潤貿易有限公司) which is wholly owned by Ms. Qu, under a trust agreement. Ms. Qu is not an interested person as defined under the Listing Manual of the Singapore Exchange Securities Trading Limited;

- (b) Corporate guarantee from the Group’s subsidiary, Jiangxi Asia City Real Estate Development Co., Ltd. (江西亞洲城房地產開發有限公司) (“**Jiangxi Asia City**”), with a maximum limit of up to RMB60.0 million; and
- (c) Certain properties owned by Jiangxi Asia City at book value of RMB76.9 million with a maximum limit of up to RMB60.0 million.

Mr. Wong Lui will not be receiving any form of consideration from the Company or the Group for the provision of his personal guarantee to the Lender and he has confirmed that he will not claim against the Company or the Group in the event of any such claim against him by the Lender.

Save as disclosed above, none of the Directors or substantial shareholders of the Company has any interest, direct or indirect in the above transaction.

By Order of the Board

Wong Lam Ping
Executive Chairman
25 September 2015