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(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8011)

ANNOUNCEMENT IN RELATION TO
(1) RESUMPTION CONDITIONS;
(2) AMENDMENTS TO THE DELISTING FRAMEWORK
UNDER THE GEM LISTING RULES;
(3) UPDATE ON THE PUBLICATION OF RESULTS AND
DELAY IN PUBLICATION OF INTERIM RESULTS;
(4) BUSINESS UPDATE;
(5) POSTPONEMENT OF BOARD MEETINGS; AND
(6) CONTINUED SUSPENSION OF TRADING

This announcement is made by Polyard Petroleum International Group Limited (the “**Company**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM (the “**GEM Listing Rules**”) of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the provisions of inside information under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to the announcements of the Company dated 3 April 2018, 14 May 2018 and 16 July 2018 in relation to, among others, (i) the suspension of trading in the shares of the Company (the “**Shares**”) on GEM; (ii) the delay in publication of the annual results and the annual report for the year ended 31 December 2017 (respectively, the “**2017 Annual Results**” and “**2017 Annual Report**”); and (iii) the delay in publication of the quarterly results and the quarterly report for the three months ended 31 March 2018 (respectively, the “**2018 First Quarterly Results**” and “**2018 First Quarterly Report**”).

Reference is also made to the amendments to the delisting framework under the GEM Listing Rules which will come into effect on 1 August 2018 (the “**Effective Date**”).

RESUMPTION CONDITIONS

As a result of the delay in publication of the 2017 Annual Results、2017 Annual Report、2018 First Quarterly Results and 2018 First Quarterly Report and the requirements of Rule 17.49A of the GEM Listing Rules, trading in the Shares has been suspended since 9:00 a.m. on 3 April 2018. On 18 July 2018, the Stock Exchange issued the following resumption conditions to the Company (the “**Resumption Conditions**”):

- (i) publish all outstanding financial results and address the audit qualifications (if any); and
- (ii) announce all material information for the Company's shareholders (the "**Shareholders**") and other investors to appraise the Company's position.

The Stock Exchange may modify the Resumption Conditions and/or impose further conditions as the Company's circumstances change.

GUIDANCE ON AMENDMENTS TO THE DELISTING FRAMEWORK UNDER THE GEM LISTING RULES

Under GEM Listing Rule 9.14A(2)(a), the Stock Exchange may cancel the Company's listing if trading in the Shares has remained suspended for 12 continuous months from the Effective Date. The 12 month period expires on 31 July 2019. If the Company fails to fulfil all the Resumption Conditions to the Stock Exchange's satisfaction and resume trading in the Shares by 31 July 2019, the Listing Department of the Stock Exchange will recommend its GEM Listing Committee to proceed with the cancellation of the Company's listing. This is subject to the Stock Exchange's right to impose a shorter specific remedial period under GEM Listing Rule 9.15 where appropriate.

The Company will make its best endeavour to obtain resumption of trading in the Shares on GEM as soon as possible.

UPDATE ON THE PUBLICATION OF RESULTS AND DELAY IN PUBLICATION OF INTERIM RESULTS

2017 Annual Results

To the best knowledge of the directors of the Company (the "**Directors**"), the extension of the CCB Convertible Bond (as defined in the Company's announcement dated 20 April 2018) is the only outstanding audit issue before the Company can finalise with its external auditor the 2017 Annual Results. As at the date of this announcement, the Directors confirm that the Company has completed the necessary procedure on its part in respect of the extension of the CCB Convertible Bond, which is now solely under CCB International Overseas Limited's internal review process. The Directors consider that the Company is not in an appropriate position to estimate the time required for CCB International Overseas Limited to complete such internal review process.

Nonetheless, the Company has agreed with its external auditor that upon confirmed extension of the CCB Convertible Bond, the relevant audit procedure can be completed and thus the 2017 Annual Results can be finalised by around two weeks.

2018 First Quarterly Results

As the publication of the 2017 Annual Results announcement and 2017 Annual Report is still pending, the Company is unable to make the 2018 First Quarterly Results announcement and publish the 2018 First Quarterly Report within the prescribed time in accordance with the GEM Listing Rules. Nonetheless, the Company estimates that upon the publication of the 2017 Annual Report, the 2018 First Quarterly Results can be finalised by around two weeks.

2018 Interim Results

Pursuant to GEM Listing Rule 18.78, the Company must publish its half-yearly results (the "**2018**

Interim Results”) and half-yearly report (the “**2018 Interim Report**”), for the six months ended 30 June 2018, not later than 45 days after the end of the first six months of this financial year, i.e. 14 August 2018. As the publication of the 2017 Annual Results announcement, 2017 Annual Report, 2018 First Quarterly Results announcement and 2018 First Quarterly Report is still pending, the Company will be unable to make the 2018 Interim Results announcement and publish the 2018 Interim Report within the prescribed time in accordance with the GEM Listing Rules. The Company will make its best endeavour to procure the publication of the 2017 Annual Results announcement, 2017 Annual Report, 2018 First Quarterly Results announcement and 2018 First Quarterly Report as mentioned above, so as to procure the publication of the 2018 Interim Results announcement and 2018 Interim Report.

The Board acknowledges that the delay in publication of the 2017 Annual Results announcement, 2017 Annual Report, 2018 First Quarterly Results announcement, 2018 First Quarterly Report, 2018 Interim Results announcement and 2018 Interim Report within the prescribed timeframes as required under the GEM Listing Rules will constitute a non-compliance of the GEM Listing Rules. As mentioned above, the Company will procure publication of all outstanding financial results, fulfillment of the Resumption Conditions and resumption in trading of the Shares on GEM according to the aforesaid timeframe (where applicable) or as soon as practicable and, in any event, before the 12 month period expires on 31 July 2019.

BUSINESS UPDATE

To facilitate Shareholders’ and prospective investors’ appraisal on the Company’s business, the Directors wish to provide the following information:

References are made to the announcements of the Company dated 14 March 2018 and 20 April 2018, respectively, with capitalised terms having the same meanings therein. Following the signing of the Joint Declaration of Commerciality for oil of SC49 with DOE, pursuant to which the parties jointly determine that the Alegria Oil Field located in Southern Cebu contains certified hydrocarbon reserves in commercial quantity, and the signing of a sales and purchase agreement with Tom’s Power Petroleum Distributor Inc. in March 2018 for the sale and purchase of crude oil in the Philippines, Polyard-8 Well has commenced its trial production of crude oil on 4 April 2018 and Polyard-3 Well has commenced its trial production of crude oil on 21 May 2018. Currently, these two oil wells are operating on the day shift only and are intermittently shut in.

The Company is in the process of procuring additional surface oil production equipment and storage facilities. After installation of such equipment and facilities on site, which is expected to complete in the third quarter of year 2018, the oil production in Polyard-3 Well and Polyard-8 Well is expected to increase and Polyard-1 Well and Polyard-9 Well can also be put into production.

POSTPONEMENT OF BOARD MEETINGS

As a result of the above, the meeting of the board of Directors to, among other things, consider and approve (i) the 2017 Annual Results and 2018 First Quarterly Results will be further postponed; and (ii) the 2018 Interim Results will be postponed. The Company will make further announcement in accordance with the GEM Listing Rules as and when necessary.

The Board is not aware of any inside information that needs to be disclosed under Part XIVA of the SFO.

CONTINUED SUSPENSION OF TRADING

Trading in the Shares on GEM has been suspended since 9:00 a.m. on 3 April 2018 and will continue to be suspended until further notice. The Company will keep the Shareholders and the public informed of the latest developments by making further announcement(s) as and when appropriate. **Shareholders and potential investors of the Company should exercise caution when dealing in the shares of the Company.**

For and on behalf of the Board
POLYARD PETROLEUM INTERNATIONAL GROUP LIMITED
Lai Chun Liang
Executive Director and Chief Executive Officer

Hong Kong, 1 August 2018

At the date of this announcement, the Board is comprised of Mr. Zhao Zhiyong, Mr. Kuai Wei, Mr. Lai Chun Liang and Mr. Lin Zhang as executive directors, and Mr. Pai Hsi-Ping, Ms. Xie Qun and Mr. Kwan King Chi George as independent non-executive directors.

This announcement, for which the directors of the Company 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: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

The announcement will remain on the “Latest Company Announcements” page of the GEM website at www.hkgem.com for at least seven days from the date of its posting and on the Company’s website at www.ppig.com.hk.