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CHINA YURUN FOOD GROUP LIMITED

中國雨潤食品集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 1068)

CHANGE OF AUDITORS

This announcement is made pursuant to Rule 13.51(4) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the “Board”) of China Yurun Food Group Limited (the “Company”) hereby announces that KPMG (“KPMG”) has resigned as the auditors of the Company and its subsidiaries (collectively, the “Group”) with effect from 25 November 2016 as KPMG and the Company could not reach a mutual agreement on the audit fees for the financial year ending 31 December 2016.

KPMG mentioned in their resignation letter that “As required to be disclosed by section 441 of the Code of Ethics for Professional Accountants issued by the Hong Kong Institute of Certified Public Accountants, we refer to the details stated in our modified auditor’s report dated 30 March 2016 with respect to the consolidated financial statements of the Company for the year ended 31 December 2015, which stated that we had a disagreement in respect of non-compliance with International Accounting Standard 36 “Impairment of assets” issued by the International Accounting Standard Board and also reported multiple uncertainties relating to the Group’s ability to continue as a going concern. We did not express an opinion on the consolidated financial statements as to whether they gave a true and fair view of the financial position of the Group as at 31 December 2015 and of the Group’s financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards.”

The Company is incorporated under the laws of Bermuda and there is no requirement under the laws of Bermuda for the resigning auditors to confirm whether there are no other matters connected with their resignation which they consider should be brought to the attention of the Company’s shareholders. KPMG therefore has not issued a confirmation to the Company as to whether there are no other matters connected with their resignation that need to be brought to the attention of the Company’s shareholders.

Both the Board and the audit committee of the Company (the “Audit Committee”) confirm that there is no disagreement between the Company and KPMG save for the audit fee for the financial year ending 31 December 2016, and save for the above, there are no other matters or circumstances in respect of the change of auditors that need to be

brought to the attention of the shareholders of the Company.

The Board further announces that, in accordance with the Bye-laws of the Company and with the recommendation from the Audit Committee, the Board has resolved to appoint Moore Stephens CPA Limited as the new auditors of the Group with effect from 25 November 2016, to fill the casual vacancy following the resignation of KPMG and to hold office until the conclusion of the next annual general meeting of the Company.

The Board would like to take this opportunity to express its gratitude to KPMG for their professional and quality services rendered to the Group during the past years.

By Order of the Board

Yu Zhangli

Chairman

Hong Kong, 25 November 2016

As at the date of this announcement, the executive directors of the Company are Yu Zhangli, Li Shibao, Sun Tiexin, Yang Linwei and Yao Guozhong; the independent non-executive directors are Gao Hui, Chen Jianguo and Miao Yelian.

** For identification purposes only*