

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 INNOVATION INVESTMENT LIMITED

中國創新投資有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1217)

**FURTHER ANNOUNCEMENT
IN RELATION TO THE MOU ENTERED INTO
WITH CHINA CULTURE:
RECOURSE LETTER TO CHINA CULTURE
ON TERMINATION OF THE MOU
AND
REFUND OF THE EARNEST MONEY**

The announcement is made by China Innovation Investment Limited (the “**Company**”) pursuant to the Rule 13.09 of the Rules Governing the Listing Securities (the “**Listing Rules**”) on The Stock Exchange of the Hong Kong Limited (the “**Stock Exchange**”) and Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement dated 8 November 2015 (the “**Announcement**”) in relation to the entering into of a Memorandum of Understanding (the “**MOU**”) between the Company and China Culture Media International Holdings Limited (“**China Culture**”), relating to, among other things, the potential acquisition of part of the equity interest in Supreme Tycoon Limited (“**Supreme Tycoon**”). Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless otherwise stated.

On 9 November 2015, the Company paid HK\$15,000,000 to China Culture as Earnest Money in accordance with the provisions of the MOU.

Thereafter, the Company repeatedly requested China Culture to provide the necessary information in relation to its due diligence review of Supreme Tycoon, but China Culture has not provided to the Company as at the date of this announcement the related information, not even the financial statements of Supreme Tycoon. As a result, both parties involved have not entered into the Acquisition Agreement as at the date of this announcement.

According to the MOU, the MOU would become invalid if the parties involved were not to sign the Acquisition Agreement 3 months from the date of signing of the MOU and China Culture will have to refund the Earnest Money to the Company within 3 business days of the

termination of the MOU and the beneficial owner of China Culture, Mr. Sze Wing Bun, will have to assume joint and several liability for such refund.

The Board wishes to announce that on 12 February 2016, the Company issued a letter to China Culture to (i) clarify that the Earnest Money had to be refunded to the Company within 3 business days from 11 February 2016, being the date which is 3 months from the date of signing of the MOU and (ii) demand refund of the Earnest Money in accordance with the terms of the MOU. If the Earnest Money is not refunded to the Company by China Culture on or before 17 February 2016, the Company will take legal action against China Culture without any further notice and seek refund of the Earnest Money together with the appropriate amount of interest thereon.

As disclosed in the Announcement and pursuant to the MOU, China Culture recommended the Company to acquire the new share capital of Max Zenith Limited, Dongyang Spring Television Culture Company Limited*(東陽春秋影視文化有限公司) and Wenzhou Is Xu Television Productions Limited*(溫州正栩影視製作有限公司) (collectively referred as to the "**Other Target Companies**"). The Board wishes to inform the shareholders and potential investors of the Company that the Company does not intend to acquire the Other Target Companies and no agreement has been entered into between China Culture and the Company in respect of the acquisition of the Other Target Companies as at the date of this announcement.

The Company will make further announcement as appropriate in relation to the progress of the above matters.

By order of the Board
China Innovation Investment Limited
Xiang Xin
Chairman and Chief Executive Officer

Hong Kong, 12 February 2016

As at the date of this announcement, the executive directors of the Company are Mr. Xiang Xin (Co-Chairman), Mr. Chan Cheong Yee and Mr. Li Zhou; the non-executive directors are Mr. Jook Chun Kui Raymond, Mr. Sun Kuan Chi, Ms. Chen Jiajing (Co-Chairman), Ms. Jiang Linlin and Mr. Wang Wei; the independent non-executive directors are Mr. David Wang Xin, Mr. Zang Hong Liang and Mr. Lee Wing Hang; Ms. Kung Ching is an alternate director to Mr. Xiang Xin.

** For identification purpose only*