

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 on the whole or any part of the contents of this announcement.



CHINA SHANSHUI CEMENT GROUP LIMITED

中國山水水泥集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 691)

US\$500,000,000 7.5% SENIOR NOTES DUE 2020

(Stock code: 5880)

PROPOSAL FOR RESTORATION OF PUBLIC FLOAT

The board of directors (the “**Board**”) of China Shanshui Cement Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) has approved in principle on 2 June 2016 the proposal for restoration of public float of the Company (the “**Proposal**”), involving an open offer on the basis of 4 new shares of the Company (the “**Shares**”) for every 1 existing Share in combination with a placing of new/existing Shares (if necessary) to raise about HK\$4 billion to settle the outstanding debt of the Group including any outstanding amount of the 2020 Notes.

The Board is still discussing with the relevant parties through its financial adviser, including negotiating with relevant underwriters for the Proposal, in order to finalise details of the Proposal.

As at the date of this announcement, a number of parties, including Tianrui (International) Holding Company Limited, have indicated their interest in underwriting the Proposal.

Subject to the progress and result of relevant discussions and negotiations with the potential underwriters, the Company has not yet concluded details of the Proposal and no understanding, arrangement or any form of agreement has been reached so far. The Proposal, if concluded and finalised, will be subject to approval from the shareholders of the Company and The Stock Exchange of Hong Kong Limited, and may or may not proceed. Further announcement will be made by the Company as and when appropriate.

Shareholders and investors are reminded to exercise caution in dealing with securities of the Company.

By Order of the Board
China Shanshui Cement Group Limited
Liu Yiu Keung Stephen
Chairman

Hong Kong, 3 June 2016

As at the date of this announcement, the board of directors of the Company comprises 3 executive directors, namely, LIU Yiu Keung Stephen (YEN Ching Wai, David as his alternate), LI Heping, and CHEUNG Yuk Ming; and 2 non-executive director, namely, HWA Guo Wai, Godwin and CHONG Cha Hwa; and 3 independent non-executive directors, namely, HO Man Kay Angela, LAW Pui Cheung and WONG Chi Keung.