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華融投資股份有限公司

HUARONG INVESTMENT STOCK CORPORATION LIMITED

(Incorporated in the Cayman Islands with limited liability)

(formerly known as Chun Sing Engineering Holdings Limited 震昇工程控股有限公司)

(Stock Code: 2277)

**DISCLOSEABLE TRANSACTION
FINANCE LEASE ARRANGEMENT WITH
ZHANGYE PINGSHAN LAKE WIND POWER CO., LTD**

On 4 January 2017 (after trading hours), the Lessor, an indirect wholly-owned subsidiary of the Company, and the Lessee entered into the Agreements, pursuant to which the Lessor agreed to purchase several wind turbine generators, being the Leased Assets, from the Lessee at a consideration of RMB100 million (equivalent to approximately HK\$114 million), and following which, the Lessor has agreed to lease back the Leased Assets to the Lessee for a term of 5 years at an estimated total lease payment of approximately RMB119.3 million (equivalent to approximately HK\$136.0 million).

As one or more of the applicable percentage ratios under Chapter 14 of the Listing Rules in respect of the transactions contemplated under the Agreements exceed(s) 5% but less than 25%, the transactions contemplated under the Agreements, on an aggregated basis, constitute a discloseable transaction for the Group and are therefore subject to the reporting and announcement requirements but exempt from the shareholders' approval requirement under Chapter 14 of the Listing Rules.

PRINCIPAL TERMS OF THE AGREEMENTS

Date	4 January 2017
Parties	Lessor: Zhongju (Shenzhen) Financial Leasing Co., Ltd.*, an indirect wholly-owned subsidiary of the Company, which is licensed in provision of financial leasing business in the PRC

Lessee: Zhangye Pingshan Lake Wind Power CO., LTD*, a company based in Zhangye, Gansu Province, the PRC

Subject matter	The Lessor agreed to purchase several wind turbine generators, being the Leased Assets, from the Lessee and following which, to lease back the Leased Assets to the Lessee, subject to the terms and conditions of the Agreements.
Consideration	<p>The consideration payable by the Lessor to the Lessee for purchase of the Leased Assets is RMB100 million (equivalent to approximately HK\$114 million).</p> <p>The purchase price shall be paid by the Lessor to the Lessee in full after the satisfaction of certain condition precedents, including, amongst others, (i) the Finance Lease Agreement having been signed and becoming unconditional; and (ii) the Security Documents having been signed and becoming effective.</p> <p>The book value of the Leased Assets as of 30 December 2016 is approximately RMB120 million (equivalent to approximately HK\$136.8 million). The Lessor plans to fund the purchase price of the Leased Assets through its internal resources.</p>
Lease period	5 years, commencing on the date when the Lessor has made full payment of the purchase price for the Leased Assets.
Leased payment and other fees	<p>Pursuant to the Finance Lease Agreement, during the lease period, the Lessor is entitled to receive a total lease payment, to be paid in quarterly installments.</p> <p>The total lease payment consists of:</p> <p>(a) the principal lease amount, which is RMB100 million (equivalent to approximately HK\$114 million), being the same amount as the purchase price for the Leased Assets; and</p>

(b) a floating interest rate, which is set at 250BP over the 5-year benchmark loan interest rate for the same period by the People's Bank of China. Based on the current interest rate of the People's Bank of China, the total interest to be received by the Lessor during the lease period is estimated at approximately RMB19.3million (equivalent to approximately HK\$22 million).

Ownership of the
Leased Assets

The legal titles of the Leased Assets shall vest in the Lessor throughout the lease period.

Buyback

Upon expiry of the lease period and subject to the settlement of all rental payment, interest and amounts due to the Lessor, the Lessor will sell and the Lessee will purchase the Leased Assets at an agreed nominal consideration of RMB100 (equivalent to approximately HK\$114), which shall be paid together with the final installment of the lease payment to the Lessor.

Security Documents

Obligations under the Finance Lease Agreement are secured and guaranteed by the Security Documents.

The terms of the Agreements, including the purchase price for the Leased Assets, principal lease amount and interest rate were determined after arm's length negotiations between the Lessor and the Lessee with reference to the prevailing market rates for the similar finance lease arrangement.

REASONS AND BENEFITS FOR ENTERING INTO THE AGREEMENTS

The Lessor, being an indirect wholly-owned subsidiary of the Company, holds a financial leasing license in the PRC. Taking advantage of the rapid growth in the PRC's financial leasing industry, the Lessor has actively pursued business opportunities by collaborating with leading and fast growing companies, such as the Lessee. The Board believes the Group, by entering into of the Agreements, will be able to capture investment opportunities in the new energy industry and potential investment returns in the transactions contemplated under the Agreements and generate stable income for the Group.

Having considered the above, the Directors are of the view that the transactions contemplated under the Agreements are entered into on normal commercial terms, and the terms set out in the Agreements are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

INFORMATION OF THE PARTIES

The Lessor and the Group

The Lessor is a limited liability company incorporated in the PRC and an indirect wholly-owned subsidiary of the Company. The Lessor is principally engaged in the provision of financial leasing business in the PRC.

The Company is principally engaged in the foundation and substructure construction business and financial investment and related service. As set out in the Company's interim announcement for the six months ended 30 September 2016, the Group has been actively seeking suitable investment opportunities for business diversification. With the support of China Huarong International Holdings Limited, as a substantial Shareholder, the Company intends to develop including but not limited to financial leasing and money lending business.

The Lessee

The Lessee is a company established in the PRC and is principally engaged in the development and operation of green and renewable energy.

To the best of the Directors' knowledge, information and belief having made all reasonable inquiry, the Lessee and its ultimate beneficial owner are third parties independent of the Company and are not the connected persons of the Company.

The Security Providers

Sharpower New Energy is a company established in the PRC and is holding 100% equity interest in the Lessee, whose principal business is the investment in wind power, photovoltaic and related technology services.

Sharpower Technology is a company established in the PRC and is holding 100% equity interest in Sharpower New Energy, whose principal business is the investment in, development and operation of power station (especially in the new energy industry) and supplying wind power equipment.

Mr. Zheng is a businessperson, being one of the major shareholders and the legal representative of Sharpower Technology.

To the best of the Directors' knowledge, information and belief having made all reasonable inquiry, Sharpower New Energy, Sharpower Technology, Mr. Zheng and their ultimate beneficial owner (where applicable) are third parties independent of the Company and are not the connected persons of the Company.

LISTING RULES IMPLICATIONS

As one or more of the applicable percentage ratios under Chapter 14 of the Listing Rules in respect of the transactions contemplated under the Agreements exceed(s) 5% but less than 25%, the transactions contemplated under the Agreements, on an aggregated basis, constitute a discloseable transaction for the Group and is therefore subject to the reporting and announcement requirements but exempt from the shareholders' approval requirement under Chapter 14 of the Listing Rules.

DEFINITIONS

Unless the context otherwise requires, the following expressions have the following meanings in this announcement:

“Agreements”	the Finance Lease Agreement and the Purchase Agreement
“Board”	the board of Directors
“BP”	basis point
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“Company”	Huarong Investment Stock Corporation Limited, previously known as Chun Sing Engineering Holdings Limited, a company incorporated in the Cayman Islands with limited liability and the shares of which are listed on the Stock Exchange (stock code: 2277)
“Director(s)”	director(s) of the Company
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC

“Finance Lease Agreement”	an agreement dated 4 January 2017 entered into between the Lessor and the Lessee in relation to finance lease arrangement services of the Leased Assets
“Leased Assets”	several wind turbine generators
“Lessee”	Zhangye Pingshan Lake Wind Power CO., LTD* (張掖市平山湖風力發電有限公司), a limited company established in the PRC
“Lessor”	Zhongju (Shenzhen) Financial Leasing Co., Ltd.* (中聚(深圳)融資租賃有限公司), a company incorporated in the PRC with limited liability and an indirect wholly-owned subsidiary of the Company
“Listing Rules”	the Rules Governing the Listing of securities on the Stock Exchange
“Mr. Zheng”	Zheng Dayong (鄭大勇), a PRC resident
“PRC”	the People’s Republic of China which, for the purposes of this announcement, excludes Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“Purchase Agreement”	a purchase agreement dated 4 January 2017 entered into between the Lessor and the Lessee for the purchase of the Leased Assets
“RMB”	Renminbi, the lawful currency of the PRC
“Security Documents”	collectively: <ol style="list-style-type: none"> 1) the security deposit agreement dated 4 January 2017 entered into between the Lessor and Lessee in respect of a security deposit in the sum of RMB2 million (approximately HK\$2.28 million); 2) the share charge dated 4 January 2017 entered into between Sharpower New Energy as the chargor and the Lessor as the chargee pursuant to which Sharpower New Energy charged 30% equity interests in the Lessee in favour of the Lessor as security for, among others, all sums due and payable to the Lessor under the Agreements;

- 3) the guarantee dated 4 January 2017 entered into between the Lessor and Sharpower Technology as the guarantor guaranteeing, among others, all sums due and payable to the Lessor under the Agreements; and
- 4) the guarantee dated 4 January 2017 entered into between the Lessor and Mr. Zheng as the guarantor guaranteeing, among others, all sums due and payable to the Lessor under the Agreements

“Sharpower New Energy”	Sharpower New Energy Investment CO., LTD* (鋒電新能源投資有限公司), a limited company established in the PRC
“Sharpower Technology”	Sharpower Technology Corporation* (鋒電能源技術有限公司), a limited company established in the PRC
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

For the purpose of this announcement, conversion of RMB into HK dollars is based on the approximate exchange rate of RMB\$1.0 to HK\$1.14. Such exchange rate is for the purpose of illustration only and does not constitute a representation that any amounts in RMB or HK dollars have been, could have been or may be converted at such or any other rate or at all.

By order of the Board
Huarong Investment Stock Corporation Limited
Qin Ling
Chairman

Hong Kong, 4 January 2017

As at the date of this announcement, the executive Directors are Mr. Qin Ling, Mr. Yeung Chun Wai Anthony, Mr. Xu Xiaowu, Mr. Kwan Wai Ming, Mr. Tian Ren Can and Ms. Lin Changhua; the non-executive Director is Mr. Wu Qinghua; and the independent non-executive Directors are Mr. Chan Kee Huen Michael, Mr. Zhang Xiaoman, Mr. Tse Chi Wai and Mr. Wu Tak Lung.

* for identification purpose only