

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.



BEL GLOBAL RESOURCES HOLDINGS LIMITED

百營環球資源控股有限公司

(incorporated in Bermuda with limited liability)

(stock code: 761)

UPDATES ON LITIGATION JUDGMENT IN RESPECT OF HCCL 8 OF 2014 (FORMERLY HCA 1903 OF 2012)

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

References are made to (i) the circular of the Company dated 21 December 2007 (the “**Circular**”) and the announcements of the Company dated 6 May 2008, 27 June 2012, 12 July 2012 and 20 July 2012 respectively in relation to, among other things, the issuance of the Tranche 2 Bonds; and (ii) the announcements of the Company dated 18 October 2012, 31 July 2013, 23 October 2013, 30 March 2015, 26 May 2015, 19 April 2016 and 17 October 2016 (the “**Announcements**”) in relation to, among other things, the claims against the Company by Elite Dragon Limited (“**Elite Dragon**”) and the Company’s defence and counterclaim against Elite Dragon in HCCL 8 of 2014 (formerly HCA 1903 of 2012) (the “**Action**”). Unless otherwise stated, capitalised terms used in this announcement shall have the same meanings as those defined in the Circular and the Announcements.

On 25 April 2017, the Court of First Instance of the High Court of the Hong Kong Special Administrative Region handed down a judgment (the “**Judgment**”) in respect of the Action. It was held that (i) the Tranche 2 Bonds had been issued by the Company as a result of the fraudulent misrepresentations and breaches of fiduciaries duties of Sy Chin Mong Stephen, a former executive Director, former Chief Executive Officer and former Chairman of the Company, and Sy Lai Yin Sunny, a former executive Director and former deputy Chairman of the Company; (ii) by reason of the fraudulent misrepresentation, the Company is entitled to rescind the Tranche 2 Bonds issued to Elite Dragon and Elite Dragon is not entitled to enforce any of the Tranche 2 Bonds, and its claims against the Company under the Tranche 2 Bonds are dismissed; (iii) Elite Dragon is to indemnify the Company for its loss sustained

by the issue of the Tranche 2 Bonds; (iv) as a result of Sy Lai Yin Sunny's breach of fiduciary duties, and Elite Dragon's knowing receipt of the Tranche 2 Bonds, Sy Lai Yin Sunny and Elite Dragon are to account for all profits each of them has made as a result of the issuance of the Tranche 2 Bonds to Elite Dragon.

The total value of Elite Dragon's claim against the Company in the Action is HK\$89.651 million comprising (a) HK\$58.151 million of Tranche 1 Bonds, and (b) HK\$31.5 million of Tranche 2 Bonds. As a consequence of the Court's finding on liability, the Court ordered Elite Dragon liable to compensate the Company approximately HK\$43 million being the value of the remaining unconverted Tranche 2 Bonds in circulation valued at HK\$132.75 million less HK\$31.5 million being the Tranche 2 Bonds claimed by Elite Dragon in the Action (which have been rescinded) and HK\$58.151 million being the value of the Tranche 1 Bonds claimed by Elite Dragon in the Action (which have been set off). The Court further ordered that Elite Dragon and Sy Lai Yin Sunny are to pay to the Company the costs of the Action.

On 27 April 2017, the solicitors instructed on behalf of the Company sent a statutory demand to Elite Dragon for payment of the judgment debt under the Judgment in the sum of approximately HK\$43 million and demanded Sy Lai Yin Sunny and Elite Dragon to provide with the Company an account of profits within 14 days. The Company is prepared to present a winding-up petition against Elite Dragon if Elite Dragon does not pay the Judgment Debt within the prescribed time.

The Company continues to pursue Sy Lai Yin Sunny and Elite Dragon for an account of profit each of them made as a result of the issuance of the Tranche 2 Bonds to Elite Dragon. The Company reserves the right to take further action relating to and arising therefrom, and further announcement(s) in respect of the above will be made by the Company in accordance with the Listing Rules as and when appropriate.

SUSPENSION OF TRADING

As the request of the Company, trading in the Shares on the Stock Exchange has been suspended with effect from 9:00 a.m. on 4 July 2011 and will continue to be suspended until further notice.

Shareholders and potential investors are accordingly advised to exercise caution when dealing in the securities of the Company.

By order of the Board
Bel Global Resources Holdings Limited
Li Wing Tak
Company Secretary

Hong Kong, 15 May 2017

As at the date of this announcement, (i) the executive Director is Mr. Li Wing Tak (note); (ii) non-executive Directors are Mr. Cai Dubing and Mr. Sze Irons; and (iii) the independent non-executive Directors are Dr. Chang Soo-kong and Mr. Ho Wai Chi, Paul.

Note: Mr. Li Wing Tak has appointed Mr. Wong Wan Sing as his alternate Director.