

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 HOUSEHOLD HOLDINGS LIMITED

中國家居控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 692)

UPDATE ON THE RESUMPTION PROGRESS, APPOINTMENT OF EXECUTIVE DIRECTORS, A NON-EXECUTIVE DIRECTOR, AN INDEPENDENT NON-EXECUTIVE DIRECTOR AND RESIGNATION OF AN EXECUTIVE DIRECTOR

UPDATE ON THE RESUMPTION PROGRESS

This announcement is made by China Household Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) (the “**Listing Rules**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

As disclosed in the announcements of the Company dated 17 July 2017 and thenceforward, the board of directors of the Company (the “**Board**”) had established an independent board committee (the “**IBC**”) to conduct a thorough independent investigation (the “**Independent Investigation**”) into the relevant matter, and the IBC has determined to engage Zhonghui Anda Risk Services Limited (“**Zhonghui Anda**”), an independent professional firm, to conduct an investigation of the matter.

The details and scope of the independent investigation to be conducted by Zhonghui Anda will cover, including but not limited to, (i) review of the financial figures of the Group from 2013 to the first half of 2017; (ii) forensic investigation on the sales, purchase and bank transactions of the Group; and (iii) investigation into the allegations against the Group contained in the first and the follow-up reports published by Blazing Research.

Zhonghui Anda has commenced the fieldwork and investigation since November 2017 and its work is on-going. Zhonghui Anda has obtained from the Group certain relevant documents and information, and is in the process of reviewing those documents and information. Zhonghui Anda expects to submit the draft of forensic report within approximately 12 to 16 weeks after the the beginning of the forensic work, subject to the results of the investigation. The Company is working closely with Zhonghui Anda to ensure the investigation will be completed and announced according to the pre-determined schedule.

The Company will make further announcement(s) to update the shareholders of the Company and the investing public as and when appropriate.

The Board of the Company announces the following changes:

1. Mr. Xie Qiangbo (謝強波) (“**Mr. Xie**”) and Ms. Lu Wei (路薇) (“**Ms. Lu**”) are appointed as executive directors, Mr. Jin Zheng Guo Sen (金國盛) (“**Mr. Jin**”) is appointed as a non-executive director and Mr. Lan Hai (蘭海) (“**Mr. Lan**”) is appointed as an independent non-executive director of the Company, all effective from 12 December 2017.
2. Mr. Li Zhixiong (李志雄) (“**Mr. Li**”) resigned as an executive director of the Company.

APPOINTMENT OF EXECUTIVE DIRECTORS

Mr. Xie Qiangbo (謝強波)

The Board of the Company announces that Mr. Xie Qiangbo (謝強波) (“**Mr. Xie**”) was appointed as an executive director of the Company with effect from 12 December 2017.

Mr. Xie, born in 1977, had worked as technical director, factory manager, general manager of marketing, new project director and general manager of large-to-medium sized enterprises such as Nature Home and CHIGO Air Conditioning Group. He has extensive corporate management and marketing experience in household business covering research and development and positioning of new household products, brand strategic promotion, team building and training, development of new markets and sales of new products, as well as development of sales and marketing networks. Mr. Xie has a long and well-established connection with large-scale real-estate companies in China.

The appointment of Mr. Xie to the office of executive director of the Company is not for a specific term and he is subject to retirement by rotation and re-election in accordance with the byelaws of the Company. The director’s fee of Mr. Xie will be submitted to the Board by remuneration committee for consideration. As at the date of this announcement, Mr. Xie did not have any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and has no relationships with any directors, senior management, substantial shareholders, or controlling shareholders of the Company. Save as disclosed above, there are no other matters relating to his appointment needed to be brought to the attention of the Shareholders and there are no other information which are required to be disclosed under Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

Ms. Lu Wei (路薇)

The Board of the Company announces that Ms. Lu Wei (路薇) (“**Ms. Lu**”) was appointed as an executive director of the Company with effect from 12 December 2017.

Ms. Lu, born in 1965, is a post-graduate from the Southwest University of Political Science and Law and Hunan University, majored in law. She is currently a partner of Beijing Bomeng Law Firm (北京博盟律師事務所) and is a practicing solicitor. Over the years, she has engaged in the research works in law and jurisprudence, organized and participated in the bi-lateral law exchanges between Mainland China and Hong Kong and Macau on many occasions. She was engaged to deliver regular civil and commercial law courses in Beijing Diaoyutai State Guesthouse. She once worked as the vice-president of administration and law in a listed company, Jingui Silver Industry (Stock Code: 002716SZ) and an executive director in Shenzhen Haobang Investment Company (深圳浩邦投資公司). She has tremendous capability in dealing with cases relating to civil and commercial law and has ample experience in commercial operation.

The appointment of Ms. Lu to the office of executive director of the Company is not for a specific term and she is subject to retirement by rotation and re-election in accordance with the byelaws of the Company. The director's fee of Ms. Lu will be submitted to the Board by remuneration committee for consideration. As at the date of this announcement, Ms. Lu did not have any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong). Ms. Lu is the spouse of an existing executive director, Mr. Zheng Jianhua. Save as disclosed above, Ms. Lu has no relationships with any directors, senior management, substantial shareholders, or controlling shareholders of the Company. Save as disclosed above, there are no other matters relating to her appointment needed to be brought to the attention of the Shareholders and there are no other information which are required to be disclosed under Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

APPOINTMENT OF A NON-EXECUTIVE DIRECTOR

Mr. Jin Zheng Guo Sen (金國盛)

The Board of the Company is pleased to announce that Mr. Jin Zheng Guo Sen (金國盛) ("Mr. Jin") was appointed as a non-executive director of the Company with effect from 12 December 2017. Mr. Jin, born in 1954, was seconded to study in Japan by the Ministry of Security of the PRC government and graduated from the University of Tokyo, majored in Business Administration. He then studied Spanish and International Trade Relations at the University of Peru. He has been appointed as special assistant to chairman of AACP (秘魯中資企業協會). He is currently deputy director of China Institute of Strategy & Management and executive deputy director of Economic Development Committee.

The appointment of Mr. Jin to the office of a non-executive director of the Company is not for a specific term and he is subject to retirement by rotation and re-election in accordance with the byelaws of the Company. The director's fee of Mr. Jin will be submitted to the Board by remuneration committee for consideration. As at the date of this announcement, Mr. Jin did not have any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and has no relationships with any directors, senior management, substantial shareholders, or controlling shareholders of the Company. Save as disclosed above, there are no other matters relating to his appointment needed to be brought to the attention of the Shareholders and there are no other information which are required to be disclosed under Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

APPOINTMENT OF AN INDEPENDENT NON-EXECUTIVE DIRECTOR

Mr. Lan Hai (蘭海)

The Board of the Company is pleased to announce that Mr. Lan Hai (蘭海) (“**Mr. Lan**”) was appointed as an independent non-executive director of the Company with effect from 12 December 2017. Mr. Lan, born in 1971, was graduated from the China University of Political Science and Law (中國政法大學) and Hunan Normal University (湖南師範大學) majored in law and computer accounting respectively and currently is a practicing solicitor. Mr. Lan is practicing professional legal and financial management in Guangdong WeiRan Law Firm (廣東偉然律師事務所) and is involved in merger and acquisition, reconstructing, IT and internal control management of various enterprises and possesses strong ability in handling cases professionally. Mr. Lan worked as a court presiding judge and head of office for 15 years and has accumulated extensive working experience in the government sector. He is a seasoned law and finance management specialist.

The appointment of Mr. Lan to the office of a non-executive director of the Company is not for a specific term and he is subject to retirement by rotation and re-election in accordance with the byelaws of the Company. The director’s fee of Mr. Lan will be submitted to the Board by remuneration committee for consideration. As at the date of this announcement, Mr. Lan holds 21,135,000 ordinary shares of each HK\$0.001 in the Company. Save as disclosed above, Mr. Lan did not have any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and has no relationships with any directors, senior management, substantial shareholders, or controlling shareholders of the Company. Save as disclosed above, there are no other matters relating to his appointment needed to be brought to the attention of the Shareholders and there are no other information which are required to be disclosed under Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The Board wishes to extend a warm welcome to Mr. Xie, Ms. Lu, Mr. Jin and Mr. Lan for their new positions in the Company. The Group strongly believes that the joining of the four persons to the Board of the Company as mentioned above will fully deploy and utilise various resources, and steer the Company towards sustainable development and growth.

RESIGNATION OF AN EXECUTIVE DIRECTOR

The Board announces that Mr. Li Zhixiong (李志雄) (“**Mr. Li**”) resigned as an executive director of the Company with effect from 12 December 2017 due to his personal business development.

Mr. Li has confirmed that he has no disagreement with the Board and there is no other matter that needs to be brought to the attention of the shareholders of the Company or the Stock Exchange in respect of the foregoing resignation.

The Board would like to take this opportunity to express its appreciation to Mr. Li for his invaluable contributions to the Group in the past.

CONTINUED SUSPENSION OF TRADING

Trading in the shares of the Company has been suspended by the Stock Exchange as directed by the Securities and Futures Commission pursuant to Rule 8(1) of the Securities and Futures (Stock Market Listing) Rules since 9:00 a.m. on 17 July 2017 and will remain suspended until further notice.

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

By order of the Board
China Household Holdings Limited
Fu Zhenjun
Executive Director

Hong Kong, 12 December 2017

As at the date of this announcement, the Board comprises eight executive Directors, namely Mr. Luo Jianhua (Chairman), Mr. Huang Hongzhao (Chief Executive), Mr. Fu Zhenjun, Mr. Kuang Yuanwei, Mr. Zheng Jianhua, Mr. Huang Kunhua, Mr. Xie Qiangbo and Ms. Lu Wei, two non-executive directors, Mr. Li Dikang and Mr. Jin Zheng Guo Sen, and five independent non-executive directors, namely Mr. Lin Xuebin, Dr. Loke Yu, Mr. Yu Bingguang, Ms. Chen Lu and Mr. Lan Hai.