HAILIANG INTERNATIONAL HOLDINGS LIMITED
海亮國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2336)

SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2018, THE INTERIM REPORT FOR THE SIX MONTHS ENDED 30 JUNE 2019 AND ADDITIONAL INFORMATION RELATING TO THE USE OF PROCEEDS FROM THE OPEN OFFER AND TOP-UP PLACING

Reference is made to the annual report of Hailiang International Holdings Limited (the "**Company**") for the year ended 31 December 2018 (the "**2018 Annual Report**") and the interim report of the Company for the six months ended 30 June 2019.

Capitalised terms not otherwise defined in this announcement shall have the same meanings given to them in the 2018 Annual Report.

The Board would like to provide further information to the Shareholders and potential investors of the Company on the net proceeds from the Open Offer and the Top-Up Placing.

Net proceeds from the Open Offer

As disclosed in the 2018 Annual Report, as at 31 December 2018, the remaining net proceeds from the Open Offer in the amount of HK$6,407,000 was remained unused (the "**Remaining Proceeds**") and was placed with licensed banks in Hong Kong and Australia to finance the Group's general working capital.

The Group would use the Remaining Proceeds to finance the Group's general working capital as and when necessary.

For the six months ended 30 June 2019, the Group has used HK$5,928,000 of the Remaining Proceeds as the Group's general working capital for the settlement of the due administrative expenses payments of the Group during the six months period ended 30 June 2019. As at 30 June 2019, a remaining of HK$479,000 of the net proceeds of the Open Offer was remained unused and placed with licensed banks in Hong Kong and Australia to finance the Group's general working capital.

As at 31 August 2019, all the Remaining Proceeds from the Open Offer was used up for settlement of the administrative expenses of the Group during the eight months period from 1 January to 31 August 2019.

Net proceeds from the Top-Up Placing

All net proceeds in the total amount of approximately HK$65,023,000 (after deducting transaction costs) from the Top-Up Placing was applied to the Group's designated account for the expansion of the Group's metal trading business in November 2018.

The Group entered into various metal purchase contracts in relation to its metal trading business in November 2018 and hence funds were set aside for payments accordingly. Payments for the Group's metal purchase were completed in December 2018 and all net proceeds from the Top-Up Placing was utilised.

By Order of the Board
Hailiang International Holdings Limited
Cao Jianguo 曹建國
Chairman

Hong Kong, 22 October 2019

*As at the date of this announcement, the Board comprises three Executive Directors, namely Mr. Cao Jianguo (曹建國先生) (Chairman), Mr. Feng Luming (馮櫓銘先生) (Chief Executive Officer) and Dr. Jin Xiaozheng (金曉錚博士); and five Independent Non-executive Directors, namely Mr. Chang Tat Joel, Mr. Ho Gilbert Chi Hang, Mr. Tsui Kun Lam Ivan, Dr. Chan Wing Mui Helen and Mr. Wang Cheung Yu*e.