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CHINA UNIENERGY GROUP LIMITED
(中国优质能源集团有限公司)
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1573)

**PARTIAL EXERCISE OF THE
OVER-ALLOTMENT OPTION**

The Company announces that the Over-allotment Option described in the Prospectus was partially exercised by the Sole Global Coordinator (on behalf of the International Underwriters) on 2 August 2016 (after trading hours) in respect of 2,000,000 additional new Shares (the “**Over-allotment Shares**”), representing approximately 1.72% of the Offer Shares initially available under the Global Offering. The Over-allotment Shares will be issued and allotted by the Company at HK\$1.80 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%), being the Offer Price per Offer Share under the Global Offering. A further announcement will be made by the Company after the end of the stabilization period.

PARTIAL EXERCISE OF THE OVER-ALLOTMENT OPTION

The Company announces that the Over-allotment Option described in the Prospectus was partially exercised by the Sole Global Coordinator (on behalf of the International Underwriters) on 2 August 2016 (after trading hours) in respect of 2,000,000 additional new Shares, representing approximately 1.72% of the Offer Shares initially available under the Global Offering.

Pursuant to the Stock Borrowing Agreement entered into between Haitong International Securities Company Limited (“**Haitong International Securities**”) and Lavender Row Limited, Haitong International Securities has borrowed 2,000,000 Shares from Lavender Row Limited to cover over-allocations in the International Placing. The Over-allotment Shares will be used to facilitate the return in full to Lavender Row Limited of the 2,000,000 borrowed Shares.

The Over-allotment Shares will be issued and allotted by the Company at HK\$1.80 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%), being the Offer Price under the Global Offering. The Over-allotment Shares will be used to, among other things, cover over-allocations in the International Placing.

Approval for the listing and permission to deal in the Over-allotment Shares has already been granted by the Listing Committee of the Stock Exchange. Listing of and dealings in such Over-allotment Shares are expected to commence on the Main Board of the Stock Exchange at 9:00 a.m. on 5 August 2016.

The shareholding structure of the Company immediately before and immediately after the completion of the issue and allotment of the Over-allotment Shares by the Company is as follows:

Shareholders	Immediately before issue and allotment of the Over-allotment Shares		Immediately after issue and allotment of the Over-allotment Shares	
	Number of Shares	Approximate percentage of the Company's issued share capital (%) ⁽¹⁾	Number of Shares	Approximate percentage of the Company's issued share capital (%) ⁽¹⁾
Dai BVI	358,000,000 ⁽²⁾	50.00	360,000,000	50.14
Ma BVI	87,000,000	12.15	87,000,000	12.12
Xiao BVI	90,000,000	12.57	90,000,000	12.53
Other public Shareholders	<u>181,000,000</u>	<u>25.28</u>	<u>181,000,000</u>	<u>25.21</u>
Total	<u>716,000,000</u>	<u>100.00%</u>	<u>718,000,000</u>	<u>100.00%</u>

⁽¹⁾ The percentage figures have been subject to rounding adjustments.

⁽²⁾ These Shares exclude the 2,000,000 Shares borrowed by Haitong International Securities pursuant to the Stock Borrowing Agreement.

The additional net proceeds of approximately HK\$3.6 million to be received by the Company from the issue of the Over-allotment Shares after deducting the underwriting commissions, transaction levy and trading fee (as applicable) relating to the exercise of the Over-allotment Option will be used by the Company for the purposes as set out in the section headed “Future Plans and Use of Proceeds” in the Prospectus.

Immediately after the allotment and issue of the Over-allotment Shares, the Company will continue to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules that at least 25% of the Company’s total issued share capital must at all times be held by the public.

A further announcement will be made by the Company at the end of the stabilization period in connection with the Global Offering, pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong).

By order of the Board of Directors
CHINA UNIENERGY GROUP LIMITED
Xu Bo
Chairman

Hong Kong, 3 August 2016

As at the date of this announcement, the Board of Directors of the Company comprises Mr. Xu Bo, Mr. Wei Yue and Mr. Xiao Zhijun as executive Directors, and Mr. Jiang Chenglin, Mr. Choy Wing Hang William, Mr. Lee Cheuk Yin Dannis and Mr. Fu Lui as independent non-executive Directors.