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# LESSO 联塑

## CHINA LESSO GROUP HOLDINGS LIMITED

中國聯塑集團控股有限公司\*

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 2128)**

### INSIDE INFORMATION BUSINESS UPDATE

This announcement is made by China Lesso Group Holdings Limited (the “**Company**”, which together with its subsidiaries, the “**Group**”) pursuant to Rules 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

#### INTRODUCTION

The board of directors of the Company (the “**Board**”) is pleased to announce that on 7 September 2016, Shanghai Safbon Water Service Co., Ltd. (“**Safbon Water**”) (being a company listed on the Shenzhen Stock Exchange (stock code: 300262)) and Guangdong Lesso Technology Industrial Co., Ltd. (being an indirect wholly-owned subsidiary of the Company and a wholly foreign-owned enterprise established in China) entered into a subscription agreement to subscribe for approximately 6.8% equity interest in Safbon Water at the aggregate consideration of approximately RMB500 million (the “**Subscription**”). The Subscription will be completed on 10 October 2016.

\* For identification purpose only

## **Information of Safbon Water**

Safbon Water is engaged in industrial water treatment, municipal water treatment, seawater desalination, solid waste treatment, natural gas regulator stations and distributed energy and other services. According to Safbon Water, it uses its self-developed condensate polishing, microfiltration deposition, sludge drying, natural gas regulator station systems and other technologies to provide customers with one-stop solution services, including technical design, engineering design, technical implementation, system integration, system installation, commissioning, operation service hosting and others.

## **Reasons for and benefits of the Subscription**

The Group is principally engaged in the manufacture and sale of plastic pipes and pipe fittings, as well as home building material products.

To capitalise on the Chinese government's environmental initiatives, the Group has been fostering growth drivers by pursuing its development as a one-stop environmental protection service provider. The Board is of the view that the Subscription can bring long-term commercial synergies to the Group's businesses of plastic pipes and pipe fittings as well as environmental protection.

By order of the Board  
**China Lesso Group Holdings Limited**  
**Wong Luen Hei**  
*Chairman*

Hong Kong, 26 September 2016

*As at the date of this announcement, the executive directors of the Company are Mr. Wong Luen Hei, Mr. Zuo Manlun, Ms. Zuo Xiaoping, Mr. Lai Zhiqiang, Mr. Kong Zhaocong, Mr. Chen Guonan, Dr. Lin Shaoquan, Mr. Huang Guirong, Mr. Luo Jianfeng; the non-executive director of the Company is Mr. Lin Dewei; and the independent non-executive directors of the Company are Mr. Fung Pui Cheung, Mr. Wong Kwok Ho Jonathan, Mr. Cheung Man Yu, Ms. Lan Fang and Dr. Tao Zhigong.*