

*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 Health Group Limited**  
**中國衛生集團有限公司**

*(Carrying on business in Hong Kong as CHG HS Limited)*

*(Incorporated in Bermuda with limited liability)*

(Stock Code: 673)

**VOLUNTARY ANNOUNCEMENT**  
**LEGAL PROCEEDINGS AGAINST THE COMPANY**

Reference is made to:

- (i) the announcements of the Company dated 8 April 2014, 30 September 2014, 15 January 2015, 30 January 2015, 15 April 2015, 30 April 2015, 30 June 2015, 28 August 2015, 15 September 2015, 18 September 2015, 30 September 2015, 13 October 2015 and 3 November 2015 and the circular of the Company dated 19 October 2015 in relation to, among other matters, the Subscription of convertible notes by each of Zheng Hua and Pacas;
- (ii) the announcement of the Company dated 16 December 2015 in relation to, among other matters, a writ of summons issued by Pacas against the Company in relation to the Claim; and
- (iii) the announcement of the Company dated 24 May 2016 (the “**Announcement**”) in relation to, among other matters, the Judgment.

Unless otherwise defined, terms used in this announcement shall have the same meanings as defined in the Announcement.

On 17 June 2016, the Court of First Instance of the High Court of Hong Kong ordered (the “**Order**”), among other matters, that the Company shall allot and issue to Pacas shares in the share capital of the Company representing the entire amount of the conversion shares of the HK\$30,000,000 convertible notes issued to Pacas by the Company pursuant to the Subscription Agreement entered into between Pacas and the Company on 8 April 2014 (as subsequently amended) **by 4:00 p.m. on 22 June 2016 (Wednesday)** pursuant to the Judgment.

In view of the adjourned special general meeting of the Company to be re-convened at 12 noon on 18 June 2016 (the details of which are set out in the announcements of the Company dated 16 June 2016), at the conclusion of which the Directors expect significant changes to the Board will take place, the Directors consider it more appropriate for the prospectively re-constituted Board after such meeting to make the necessary arrangements to comply with the Order, or to apply for a stay of execution and leave to appeal, or such other action to be taken, as the new Board may consider proper and desirable.

Trading in the shares of the Company on the Main Board of the Stock Exchange was suspended with effect from 9:00 a.m. on Monday, 6 June 2016 and will remain suspended until further notice and an application for lifting of the trading suspension.

By Order of the Board  
**China Health Group Limited**  
**Jia Hong Sheng**  
*Chairman*

Hong Kong, 17 June 2016

*As at the date of this announcement, the Board comprises six executive Directors, namely, Mr. Jia Hong Sheng (Chairman), Dr. Li Zhong Yuan, Mr. Zhou Bao Yi, Mr. Chung Ho, Mr. Wang Jingming and Mr. Zhao Kai; and four independent non-executive Directors, namely, Mr. Mu Xiangming, Mr. Jiang Bo, Dr. Yan Shi Yun and Mr. Zhao Hua.*