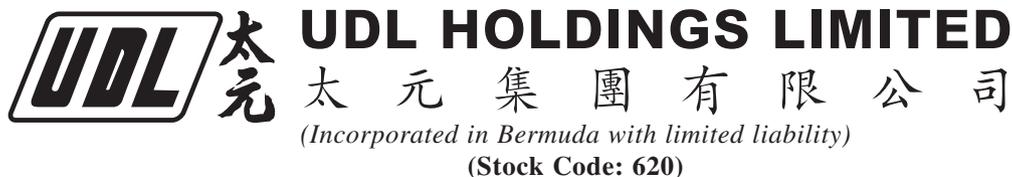


Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



TERMINATION OF DISCLOSEABLE TRANSACTION IN RELATION TO THE ARTWORKS ACQUISITION

Reference is made to the announcement (the “**Announcement**”) of UDL Holdings Limited (the “**Company**”) dated 7 December 2015 in relation to the Artworks Acquisition. Capitalised terms used in this announcement, unless the context requires otherwise, shall have the same meanings as those defined in the Announcement.

Pursuant to the Artworks Purchase Agreement, the Artworks Acquisition Completion shall be conditional upon the fulfillment of the condition precedent to the Artworks Purchase Agreement on or before 31 December 2015 (or such later date as may be agreed by the parties). The condition precedent to the Artworks Purchase Agreement has not been fulfilled as at 31 December 2015 and no extension of the long stop date (i.e. 31 December 2015) has been or will be agreed.

On 31 December 2015 (after trading hours), CHKCAEE, being a wholly-owned subsidiary of the Company and the Artworks Vendor entered into a termination agreement in relation to the Artworks Acquisition (the “**Termination Agreement**”), pursuant to which the parties thereto have agreed to terminate the Artworks Purchase Agreement with effect from 31 December 2015 and each party shall not be bound by any right or obligation that has been granted to or undertaken by any party under the terms and conditions of the Artworks Purchase Agreement as a result of such termination.

The directors of the Company are of the view that the termination of the Artworks Purchase Agreement will not create any negative impact to the operation and the financial position of the Company.

By Order of the Board
UDL HOLDINGS LIMITED
Wong Kwok Tung Gordon Allan
Executive director (Chief executive officer)

Hong Kong, 31 December 2015

As at the date of this announcement, the Board comprises three executive directors, namely Mr. Lu Jianzhong (Chairman), Mr. Wong Kwok Tung Gordon Allan (Chief executive officer) and Mr. Yang Xingwen; three non-executive directors, namely Mr. Wang Shi, Mr. Jean-Guy Carrier and Mr. Tse Yung Hoi; and three independent non-executive directors, namely Mr. Cheng Yuk Wo, Mrs. Law Fan Chiu Fun, Fanny and Mr. Tsui Yiu Wa, Alec.