

Unless otherwise defined herein, capitalized terms in this announcement shall have the same meanings as those defined in the prospectus dated June 29, 2018 (the “**Prospectus**”) issued by Redsun Properties Group Limited (the “**Company**”).

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Redsun Properties Group Limited
弘陽地產集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1996)

FULL EXERCISE OF THE OVER-ALLOTMENT OPTION

The Company announces that the Over-allotment Option described in the Prospectus was fully exercised by the Joint Global Coordinators (on behalf of the International Underwriters) on August 2, 2018 in respect of an aggregate of 120,000,000 Shares (the “**Over-allotment Shares**”), representing 15% of the Offer Shares initially available under the Global Offering. The Over-allotment Shares will be issued and allotted by the Company at HK\$2.28 per Share (exclusive of brokerage of 1.0%, 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.

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Pursuant to the Stock Borrowing Agreement entered into between CCB International Capital Limited (“CCBI”) and Redsun Properties Group (Holdings), CCBI has borrowed 120,000,000 Shares from Redsun Properties Group (Holdings) to cover over-allocations in the International Offering. The Over-allotment Shares will be used to facilitate the return in full to Redsun Properties Group (Holdings) of the 120,000,000 borrowed Shares.

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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 August 6, 2018.

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 (%)	Number of Shares	Approximate percentage of the Company’s issued share capital (%)
Redsun Properties Group (Holdings)	2,400,000,000	75%	2,400,000,000	72.29%
Hong Yang Group Company ⁽¹⁾	2,400,000,000	75%	2,400,000,000	72.29%
Hong Yang International ⁽¹⁾	2,400,000,000	75%	2,400,000,000	72.29%
Hong Yang Group (Holdings) ⁽¹⁾	2,400,000,000	75%	2,400,000,000	72.29%
Mr. Zeng ⁽¹⁾	2,400,000,000	75%	2,400,000,000	72.29%
Ms. Chen Sihong ⁽²⁾	2,400,000,000	75%	2,400,000,000	72.29%
Other Shareholders	800,000,000	25%	920,000,000	27.71%
Total	<u>3,200,000,000</u>	<u>100%</u>	<u>3,320,000,000</u>	<u>100%</u>

Notes:

- (1) *Redsun Properties Group (Holdings) is wholly owned by Hong Yang Group Company, which in turn is wholly owned by Hong Yang International, which in turn is owned as to 50% and 50% by Hong Yang Group (Holdings) (a company wholly owned by Mr. Zeng) and Mr. Zeng, respectively. Accordingly, each of Hong Yang Group Company, Hong Yang International, Hong Yang Group (Holdings) and Mr. Zeng is deemed to be interested in the Shares held by Redsun Properties Group (Holdings) by virtue of the SFO.*
- (2) *Ms.Chen Sihong is the spouse of Mr. Zeng and is therefore deemed to be interested in the Shares in which Mr. Zeng is interested by virtue of the SFO.*

The additional net proceeds of approximately HK\$268.1 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 issue and allotment of the Over-allotment Shares, the Company will continue to comply with the public float requirements under Rule 8.08(1)(a) of the Hong Kong Listing Rules that at least 25% of the Company’s total issued share capital must at all times be held by the public.

By order of the Board of Directors
Redsun Properties Group Limited
ZENG Huansha
Chairman

Hong Kong, August 2, 2018

As at the date of this announcement, the Board of Directors of the Company comprises Mr. ZENG Huansha and Mr. HE Jie as executive Directors, Mr. JIANG Daqiang, Mr. ZHANG Liang and Mr. ZHANG Hongwu as non-executive Directors, and Mr. LEE Kwok Tung Louis, Mr. LEUNG Yau Wan John and Mr. AU YEUNG Po Fung as independent non-executive Directors.