

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.



Broad Greenstate International Company Limited

博大綠澤國際有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1253)

LETTER OF INTENT IN RELATION TO A POSSIBLE ACQUISITION

This announcement is made by Broad Greenstate International Company Limited (the “**Company**”) pursuant to Rule 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the “**Board**”) of the directors (the “**Directors**”) of the Company is pleased to announce that on 10 December 2014, the Company entered into a non-legally binding letter of intent (the “**Letter of Intent**”) with an independent third party (the “**Vendor**”) in relation to a possible acquisition from the Vendor of 100% equity interest in a target company (the “**Target Company**”). The Target Company is a company established under the laws of the People’s Republic of China and is principally engaging in landscape design and construction services. Subject to further due diligence work, the Directors understand that the Target Company currently holds a grade one qualification in urban landscape construction and a grade one qualification in scenery landscape design. The Company is expected to hold the dual grade one qualifications if the proposed acquisition is completed. The Directors believe that the dual grade one qualifications will enhance the Company’s ability to undertake large-scale municipal and city level public sector projects which requires the service providers to possess a high level of technical expertise in landscape design and project construction, which will further enhance the Company market reputation at the same time.

The terms of the proposed acquisition under the Letter of Intent are subject to further negotiation between the parties thereof and due diligence are not finalized at the date of this announcement. The Letter of Intent does not constitute legally binding commitment in respect of the possible acquisition and the proposed acquisition may or may not materialise. Shareholders of the Company and public investors are advised to exercise caution when dealing in the shares of the Company.

The Letter of Intent may or may not lead to the entering into of any formal agreement(s). If the possible acquisition is materialised, it may constitute a notifiable transaction on the part of the Company pursuant to the Listing Rules. The Company will comply with the relevant requirements of the Listing Rules when formal agreement(s) in relation to the proposed acquisition is entered into. Shareholders and potential investors are advised to exercise caution when trading in the Company's securities.

By Order of the Board
Broad Greenstate International Company Limited
WU Zhengping
Chairman and Executive Director

Shanghai, the People's Republic of China

10 December 2014

As at the date of this announcement, our executive Directors are Mr. Wu Zhengping, Ms. Xiao Li, Ms. Zhu Wen and Mr. Wang Lei and our independent non-executive Directors are Mr. Dai Guoqiang, Mr. Zhang Qing and Dr. Jin Hexian.