

*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 Greenland Broad Greenstate Group Company Limited**

**中國綠地博大綠澤集團有限公司**

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

**(Stock code: 1253)**

### **INSIDE INFORMATION SUCCESSFUL TENDER FOR PPP PROJECT**

#### **INTRODUCTION**

This announcement is made by China Greenland Broad Greenstate Group 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).

#### **SUCCESSFUL TENDER FOR PPP PROJECT**

The board (the “**Board**”) of the directors (the “**Directors**”) of the Company is pleased to announce that on 20 March 2019, Broad Greenstate Ecological Construction Group Company Limited\* (博大綠澤生態建設集團有限公司) (“**Broad Greenstate Ecological**”), an indirect wholly-owned subsidiary of the Company, Zhongbo Construction Engineering Group Co., Ltd.\* (中博建設工程集團有限公司) (“**Zhongbo Construction**”), an indirect non-wholly-owned subsidiary of the Company, Shanghai Zhuchen Business Management Consulting Center (LLP)\* (上海祝琛企業管理諮詢中心(有限合夥)) (“**Shanghai Zhuchen**”), an indirectly-owned subsidiary of the Company, and Heilongjiang Province Hualong Construction Co., Ltd.\* (黑龍江省華龍建設有限公司) (“**Heilongjiang Hualong**”), an independent third party (collectively the “**Private Parties**”), received a notice on successful bid (the “**Tender**”) for the Public-Private-Partnership (“**PPP**”) project for the construction of comprehensive treatment of ecological environment of Jiuqu River of Zhenping County (鎮平縣九曲河生態環境綜合治理工程) (the “**PPP Project**”).

Pursuant to the Tender, the Private Parties and the government will establish a joint venture company (the “**JV Company**”), which will be owned by the Private Parties and a government agency to be designated by the government later. Details of the JV Company is subject to the agreement to be entered into between the Private Parties and the government agency. The PPP Project will be operated in Build-Operate-Transfer (“**BOT**”) model.

## **INFORMATION OF THE PPP PROJECT**

- Scope: The JV Company will be responsible for the investment, financing, construction, operation, maintenance and transfer of the PPP Project.
- Location: Zhenping County
- Scale: This project is the construction, operation, maintenance and transfer of hydraulic engineering and ecological landscaping projects. Hydraulic engineering mainly includes, among others, regular dredging and cleaning of rivers, maintenance of river revetment on both sides, the construction of nine water storage buildings, the demolition and reconstruction of three bridges, the construction of one water pumping station and the regular inspection and maintenance of such buildings, bridges and water pumping station. Ecological landscaping projects mainly includes, among others, the cleaning, security and regular inspection of two waterfront parks (cultural and sports park and wetland park) and the maintenance and repairing of greening landscapes, facilities and lighting of such parks.
- Estimated total amount of investment: Approximately RMB553.3 million
- Cooperation period of the PPP Project: 20 years (including 2 years of construction and 18 years of operation)

## **INFORMATION OF THE PARTIES**

### **Broad Greenstate Ecological**

Broad Greenstate Ecological is a company incorporated under the laws of the People's Republic of China ("PRC") and an indirect wholly-owned subsidiary of the Company. Broad Greenstate Ecological is principally engaged in landscaping design, construction, maintenance and operation, municipal work construction and civil engineering projects.

### **Zhongbo Construction**

Zhongbo Construction is a company incorporated under the laws of the PRC and an indirect non-wholly-owned subsidiary of the Company. Zhongbo Construction is principally engaged in EPC projects including (i) architectural engineering, contracting of mechanical and electrical installation engineering, contracting of renovation and decoration project, (ii) municipal public utilities construction, (iii) steel structure engineering, contracting of building foundation construction, design and construction of curtain wall engineering, (iv) mine engineering, (v) railway engineering, (vi) design, production and installation of aluminum alloy windows and plastic windows, and (vii) sales of decoration and building materials.

## **Shanghai Zhuchen**

Shanghai Zhuchen is a limited partnership established under the laws of the PRC and an indirectly-owned subsidiary of the Company. Shanghai Zhuchen is principally engaged in project investment and financing, business management consultation and marketing planning.

## **Heilongjiang Hualong**

Heilongjiang Hualong is a company incorporated under the laws of the PRC and an independent third party independent of the Company and its connected persons (as defined under the Listing Rules). Heilongjiang Hualong is principally engaged in the construction of highways, bridges, tunnels, airports, hydraulic, municipal and property engineering.

## **Government Agency**

Details of the government agency is subject to the agreement to be entered between the Private Parties and the government agency.

## **REASONS AND BENEFITS OF THE PPP PROJECT**

The Company believes that future large scale projects in the public sector in the PRC will be mainly developed through PPP cooperation mode and projects using PPP cooperation mode will remain as the focus of the Company's future development. Participation in the PPP Project is a significant attempt of the Company to develop ecological environment projects in the public sector and allows the Company to expand its business to the public sector.

The Board is of the view that the PPP Project is in the interests of the Company and its shareholders as a whole.

## **GENERAL**

The Company and the government are still in negotiation of relevant transaction documents. When the relevant transaction documents are entered into, the Company will comply with the relevant requirements under the Listing Rules.

By Order of the Board  
**China Greenland Broad Greenstate Group Company Limited**  
**WU Zhengping**  
*Chairman and Executive Director*

Shanghai, the People's Republic of China  
6 May 2019

\* *for identification purposes only*

*As at the date of this announcement, our executive Directors are Mr. Wu Zhengping, Ms. Xiao Li, Ms. Zhu Wen and Ms. Chen Min and our independent non-executive Directors are Mr. Dai Guoqiang, Dr. Jin Hexian and Dr. Chan Wing Bun.*