

*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 INNOVATIVE FINANCE GROUP LIMITED**

**中國新金融集團有限公司**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 412)**

### **CLARIFICATION ANNOUNCEMENT IN RELATION TO ANNOUNCEMENT OF ANNUAL RESULTS FOR THE YEAR ENDED 31 MARCH 2016**

Reference is made to the announcement of China Innovative Finance Group Limited (the “**Company**”) dated 27 June 2016 (the “**Results Announcement**”) in relation to the annual results of the Company and its subsidiaries (collectively the “**Group**”) for the financial year ended 31 March 2016. Unless otherwise defined, the glossary used in this announcement has the same meaning as those defined in the Results Announcement.

The Board hereby clarified the information as follows:

On page 5 in the Results Announcement, the breakdown of “Investments at fair value through profit or loss” under the part of CURRENT ASSETS for the year ended 31 March 2016, together with the comparative figures for the year ended 31 March 2015 shall be as follows:

#### **INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>2016</b>	2015
	<i>HK\$'000</i>	<i>HK\$'000</i>
<b>Current assets</b>		
Held-for-trading listed equity investments, at fair value ( <i>note a</i> ):		
Hong Kong	<b>1,119,830</b>	337,067
Elsewhere	<b>4,933</b>	—
	<b>1,124,763</b>	337,067

	2016 <i>HK\$'000</i>	2015 <i>HK\$'000</i>
Derivative financial instruments, at fair value ( <i>note b</i> ):		
Call option ( <i>note c</i> )	497,000	—
Futures contracts ( <i>note d</i> )	562,670	—
Warrants	638	—
	<u>1,060,316</u>	<u>—</u>
	<u>2,185,079</u>	<u>337,067</u>

*Notes:*

- (a) At 31 March 2016 and 2015, the listed equity investments were held for trading and were classified as financial assets at fair value through profit or loss. The fair values of the listed equity investments were determined by quoted bid prices in active markets.
- (b) Derivative financial assets are categorized as financial assets at fair value through profit or loss unless they are designated as hedges.
- (c) On 22 March 2016, the Group entered into five options agreements with five independent third parties (the “Sellers”) whereby the Group was granted by the Sellers an option to purchase, for a period of one year, 70,000,000 ordinary shares of a company listed in Hong Kong.
- (d) Futures contracts are financial instruments for trading of commodities with a financial institution.

Save as disclosed above, the contents of the Results Announcement remain unchanged.

By order of the Board  
**China Innovative Finance Group Limited**  
**Ji Kewei**  
*Deputy Chairman*

Hong Kong, 28 June 2016

*As at the date of this announcement, the Company has three executive directors, being Mr. Ji Kewei, Mr. Yau Wai Lung and Mr. Ma Chao; one non-executive director, being Mr. Qiu Jianyang; and three independent non-executive directors, being Mr. To Shing Chuen, Mr. Chung Yuk Lun and Mr. Cheung Wing Ping.*