

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.



AUSNUTRIA DAIRY CORPORATION LTD

澳優乳業股份有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1717)

EXPIRY OF THE CALL OPTION

References are made to the announcements (the “**Announcements**”) of the Company dated 7 June 2013 and 9 June 2014 in relation to, among others, the Call Option and the extension of option period of the Call Option. The Company wishes to update the Shareholders and its potential investors the status of the Call Option. Capitalised terms used herein shall have the same meanings as defined in the Announcements.

EXPIRY OF THE CALL OPTION

As disclosed in the Company’s announcement dated 7 June 2013, Ausnutria (Dutch) and DDI entered into the COA, pursuant to which DDI granted Ausnutria (Dutch) the Call Option to acquire the remaining 49% equity interest of Ausnutria Hyproca. Pursuant to the COA, the tenure of the Call Option has an initial period of twelve (12) months from the date of entering into the COA and is extendible for another twelve (12) months at the discretion of DDI. DDI notified Ausnutria (Dutch) by its letter dated 5 June 2014 that it exercised its right to extend the option period of the Call Option to 6 June 2015. Pursuant to the COA, in any event the option period will expire in the earlier of (i) fifteen (15) business days from the date of fulfillment of the conditions precedent as set out in the COA; or (ii) a period of three (3) months after the Resumption (i.e. 3 November 2014).

The Board announces that the option period has expired on 3 November 2014 in accordance with its terms. Despite the expiry of the Call Option, Ausnutria Hyproca remains a 51%-owned subsidiary of the Group and the Company remains interested in consolidating the shareholdings in Ausnutria Hyproca. The Company and DDI expressed that the intention to transfer the remaining 49% equity interest of Ausnutria Hyproca to the Group remain unchanged and the two parties are now in the process of renegotiating the terms for the acquisition of the remaining 49% equity interest of Ausnutria Hyproca based on the latest business developments, performance and prospects of the Group and the standalone Ausnutria Hyproca together with its subsidiaries. The Company will update the Shareholders and its potential investors if any new arrangement with DDI has been agreed.

By order of the Board
Ausnutria Dairy Corporation Ltd
Yan Weibin
Chairman

Changsha City, the PRC, 6 November 2014

As at the date of this announcement, the Board comprises three executive directors, namely Mr. Yan Weibin (Chairman), Mr. Bartle van der Meer (Chief Executive Officer) and Ms. Ng Siu Hung, and three independent non-executive directors, namely Mr. Qiu Weifa, Mr. Jason Wan and Mr. Chan Yuk Tong.