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COASTAL 沿海
COASTAL GREENLAND LIMITED
沿海綠色家園有限公司*
(Incorporated in Bermuda with limited liability)
(Stock Code: 1124)

CHANGE OF DIRECTORS

RESIGNATION OF EXECUTIVE DIRECTOR

The Board announces that Ms. Wang Hongmei has tendered her resignation as an executive Director and a member of the Investment Committee with effect from 1 June 2016.

APPOINTMENT OF EXECUTIVE DIRECTOR AND INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board announces that (i) Mr. Xia Xianglong has been appointed as an executive Director and a member of the Investment Committee; and (ii) Mr. Huang Xihua as an independent non-executive Director and a member of the Audit Committee and the Nomination Committee with effect from 1 June 2016.

RESIGNATION OF EXECUTIVE DIRECTOR

The board (the “**Board**”) of directors (the “**Director(s)**”) of Coastal Greenland Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) announces that Ms. Wang Hongmei (“**Ms. Wang**”) has tendered her resignation as an executive Director and a member of the investment committee of the Board (the “**Investment Committee**”) with effect from 1 June 2016 due to her decision to devote more time to her personal endeavours.

Ms. Wang has confirmed that she has no disagreement with the Board and there is no matter relating to her resignation that needs to be brought to the attention of the shareholders (the “**Shareholders**”) of the Company and The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The Company would like to express its sincere gratitude to Ms. Wang for her valuable contributions to the Group during their term of office.

APPOINTMENT OF EXECUTIVE DIRECTOR AND INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board announces that (i) Mr. Xia Xianglong (“**Mr. Xia**”) has been appointed as an executive Director and a member of the Investment Committee; and (ii) Mr. Huang Xihua (“**Mr. Huang**”) as an independent non-executive Director and a member of the audit committee of the Board (the “**Audit Committee**”) and the nomination committee of the Board (the “**Nomination Committee**”) with effect from 1 June 2016.

The biographical details of Mr. Xia and Mr. Huang are as follows:

Mr. Xia, 46, graduated from Jiangxi University of Finance and Economics in 1991 with a bachelor's degree in economics and from Zhongnan University of Economics and Law in 2011 with a master's degree in Business Administration (EMBA). He is also a member of the Chinese Institute of Certified Public Accountants (CICPA) in the People's Republic of China (the "PRC").

Prior to joining the Group from 2000 to 2005, Mr. Xia had served in Kingdee Software (China) Co., Ltd., as a finance manager, and then a general manager of the finance department of such group. In October 2005 Mr. Xia joined the Group and has since then served as the financial controller of Shanghai Fenghua Group Co., Ltd. (a former associate of the Group), the financial controller of Coastal Realty Investment (China) Limited, and since 2012 as the president of Shenzhen Coastal Asset Management Companies (Limited Partnership).

Mr. Xia has entered into a service contract with the Company for a term of three years for his service as an executive Director, which shall be automatically extended for another one year upon expiration of the term of the service contract unless terminated by either party to the service contract, which requires not less than three month's length of notice. In accordance with the by-laws of the Company, at each annual general meeting one-third of the Directors (or, if their number is not a multiple of three, the number nearest to but not less than one-third), shall retire from office by rotation provided that every Director shall be subject to retirement by rotation at least once every three years. Mr. Xia is subject to retirement by rotation and re-election at the Company's annual general meetings. Mr. Xia will receive a Director's remuneration of RMB1,443,000 (equivalent to approximately HK\$1,702,000) per annum which is determined with reference to his duties and responsibilities with the Company, the Company's performance and the prevailing market situation. The Director's remuneration of Mr. Xia will be reviewed annually by the Board with reference to his duties and responsibilities with the Company, the Company's performance and the prevailing market situation. Pursuant to the terms of the service contract, Mr. Xia may receive bonus payment from the Company at the absolute discretion of the Board.

As at the date of this announcement, Mr. Xia did not have any relationship with other Directors, senior management or substantial or controlling shareholders of the Company nor hold any directorship in any public companies the securities of which are listed on any securities market in Hong Kong or overseas in the past three years. As at the date of this announcement, Mr. Xia holds 992,000 shares (each a "Share") of HK\$0.10 each in the share capital of the Company and 16,500,000 options granted under the share option scheme adopted by the Company on 14 September 2011. Save as disclosed, he does not have, and is not deemed to have any interests or short positions in any Shares, underlying shares or debentures of the Company or any of its associated corporations which is require to be disclosed under Part XV of the Securities and Future Ordinance (the "SFO") (Chapter 571 of the Law of Hong Kong) as at the date of this announcement.

There is no information relating to Mr. Xia that is required to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"). Save as disclosed above, there is no other matter in relation to the appointment of Mr. Xia that needs to be brought to the attention of the Shareholders and the Stock Exchange.

Mr. Huang, aged 58, graduated from Lanzhou Jiaotong University with a bachelor's degree in Engineering and from Party School of the Central Committee of C.P.C. with a postgraduate degree in Economics. Mr. Huang is one of the first group of senior professional managers and senior engineers accredited in the PRC.

Mr. Huang had served in China Railway No.5 Engineering (Group) Co., Ltd and had held the positions as the head, general manager and chairman from 1999 to 2002 and chairman of China Railway No. 2 Engineering Group Co., Ltd. (a company listed on the Shanghai Stock Exchange) from 2002 to 2007, a designated director of China Railway Group Limited in 2007, the executive president of Hainan Boao Investment Holding Ltd of CITIC Group Corporation in 2008 and an independent director of Bridge Trust Co. Ltd from 2007 to 2010. He is currently the chairman of Zuhui (Tianjin) Investment Ltd. Mr. Huang had been awarded with the honours of model labour and outstanding entrepreneur of Guizhou Province, outstanding entrepreneur of Sichuan Province and outstanding entrepreneur of the construction enterprises in the PRC.

Mr. Huang has entered into a letter of appointment with the Company for a term of one year for his service as an independent non-executive Director, which shall be automatically extended for another one year upon expiration of the term of the letter of appointment unless terminated by either party to the letter of appointment, which requires not less than one month's length of notice. In accordance with the bye-laws of the Company, at each annual general meeting one-third of the Directors (or, if their number is not a multiple of three, the number nearest to but not less than one-third), shall retire from office by rotation provided that every Director shall be subject to retirement by rotation at least once every three years. Mr. Huang is subject to retirement by rotation and re-election at the Company's annual general meetings. Mr. Huang will receive a Director's fee of HK\$130,000 per annum which is determined with reference to his duties and responsibilities with the Company, the Company's performance and the prevailing market situation. The Director's fee of Mr. Huang will be reviewed annually by the Board with reference to his duties and responsibilities with the Company, the Company's performance and the prevailing market situation.

As at the date of this announcement, Mr. Huang did not have any relationship with other Directors, senior management or substantial or controlling shareholders of the Company nor hold any directorship in any public companies the securities of which are listed on any securities market in Hong Kong or overseas in the past three years. He does not have, and is not deemed to have any interests or short positions in any Shares, underlying shares or debentures of the Company or any of its associated corporations which is required to be disclosed under Part XV of the SFO as at the date of this announcement.

There is no information relating to Mr. Huang that is required to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Listing Rules. Save as disclosed above, there is no other matter in relation to the appointment of Mr. Huang that needs to be brought to the attention of the Shareholders and the Stock Exchange.

The Board would like to express its warmest welcome to Mr. Xia and Mr. Huang in joining the Board.

AUDIT COMMITTEE

After the abovementioned appointment of Director, the Audit Committee is now composed of four independent non-executive Directors, namely Mr. Chen Xiaotian as the chairman of the Audit Committee, Mr. Wong Kai Cheong, Mr. Yang Jiangang and Mr. Huang.

NOMINATION COMMITTEE

After the abovementioned appointment of Director, the Nomination Committee is now composed of one executive Director and three independent non-executive Directors, namely Jiang Ming, as the chairman of the Nomination Committee, Mr. Chen Xiaotian, Mr. Wong Kai Cheong and Mr. Huang.

INVESTMENT COMMITTEE

After the abovementioned resignation and appointment of Directors, the Investment Committee is now composed of three executive Directors, namely Mr. Tao Lin, as the chairman of the Investment Committee, Mr. Cai Shaobin and Mr. Xia.

By order of the Board
Coastal Greenland Limited
Jiang Ming
Chairman

Hong Kong, 1 June 2016

For the purpose of this announcement, unless otherwise indicated, conversion of RMB to HK\$ is calculated at the approximate exchange rate of HK\$1.18 to RMB1.00. This exchange rate is for illustration purpose only and does not constitute a representation that any amounts have been, could have been or may be exchanged at this or any other rate at all.

As at the date of this announcement, the Board comprises Mr. Jiang Ming, Mr. Tao Lin, Mr. Cai Shaobin and Mr. Xia Xianglong as executive Directors, Mr. Lu Jiqiang and Dr. Dai Jingming as non-executive Directors and Mr. Chen Xiaotian, Mr. Wong Kai Cheong, Mr. Yang Jiangang and Mr. Huang Xihua as independent non-executive Directors.

* *for identification purpose only*