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玖龍紙業(控股)有限公司*

NINE DRAGONS PAPER (HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 2689)

**RE-DESIGNATION OF A DIRECTOR
AND
APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR**

The Board is pleased to announce the following changes in directorships of the Company with effect from 21 August 2018:

- (1) Mr. Zhang Lianpeng has been re-designated from a non-executive director to an executive director; and
- (2) Mr. Chen Kefu has been appointed as an independent non-executive director.

RE-DESIGNATION OF A DIRECTOR

The board of directors of the Company would like to announce that Mr. Zhang Lianpeng, currently a non-executive director of the Company, will be re-designated as an executive director of the Company with effect from 21 August 2018.

Mr. Zhang, aged 26, joined the Company as a non-executive director in July 2017. He graduated from The New York University with a Bachelor of Arts Degree. He previously worked in the U.S. and has experience in administration, project management, accounting and corporate financing. Mr. Zhang did not hold any directorship in other listed public companies in the last three years. Mr. Zhang is the son of Mr. Zhang Cheng Fei, an executive director, the nephew of Ms. Cheung Yan and Mr. Liu Ming Chung, both executive directors, and the cousin of Mr. Lau Chun Shun and Mr. Ken Liu, both executive directors.

Save as disclosed above, Mr. Zhang does not have any relationship with any other director, senior management, substantial shareholder or controlling shareholder of the Company.

At the date of this announcement, Mr. Zhang is a beneficiary of several trusts which is interested in 25.874% of the issued share capital of Best Result. Apart from this, Mr. Zhang does not have any other interest (within the meaning of Part XV of the SFO) in the Shares.

Mr. Zhang has a service contract for a term of 3 years with the Company which may be terminated, by either side, on three months' notice. He is subject to retirement and will be eligible for re-election at the annual general meeting of the Company pursuant to the bye-laws. He will receive a director's fee in the amount of RMB1,200,000.00 per annum and is eligible to receive performance related discretionary bonuses. Such emoluments are determined with reference to the Company's performance and profitability, as well as remuneration benchmark in the industry and the prevailing market conditions.

Save as disclosed above, there is no further information to be disclosed pursuant to the requirements of Rule 13.51(2)(h) to (v) of the Listing Rules nor there are other matters relating to the appointment of Mr. Zhang that need to be brought to the attention of the shareholders of the Company.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

Mr. Chen Kefu has been appointed as an independent non-executive director of the Company with effect from 21 August 2018.

Mr. Chen, aged 75, graduated from the Mathematics Department of Fudan University majoring in Mechanics in 1967. He was promoted to Professor by Tianjin Municipal Commission Science and Technology in 1991 and was elected as an academician of the Chinese Academy of Engineering in 2003. The academician of the Chinese Academy of Engineering is the highest academic title in engineering technology established in the PRC, which is a lifelong honor. Mr. Chen has served South China University of Technology in PRC since December 1992, and is currently the Director of the Academic Committee of the State Key Laboratory of Pulp and Paper Engineering of South China University of Technology and Professor of School of Light Industry Science and Engineering. Mr. Chen has devoted himself to the research and teaching of light industry, pulp and paper engineering for a long time, won various national science and technology awards, and has made contribution to the paper industry.

Mr. Chen did not hold any directorship in listed public companies in the last three years and does not have any relationship with any directors, senior management, substantial or controlling shareholders of the Company.

Mr. Chen entered into an appointment letter for a term of 1 year with the Company and pursuant to the Company's bye-laws, Mr. Chen will hold office only until the next following annual general meeting of the Company and shall then be eligible for re-election at such meeting. Thereafter, he will be subject to retirement by rotation and re-election in accordance with the Company's bye-laws. Mr. Chen is entitled to a director's fee of HK\$480,000 per annum which was determined with reference to the experience and duties of Mr. Chen as well as the prevailing market conditions and is subject to review by the remuneration committee of the Company from time to time.

As at the date of this announcement, Mr. Chen does not have any interests or short positions in the Shares, underlying shares and/or debentures of the Company or its associated corporations within the meaning of Part XV of the SFO.

Mr. Chen confirmed that he has satisfied all factors set out in rule 3.13 of the Listing Rules in assessing his independence.

Save as disclosed above, Mr. Chen confirms that there are no other matters relating to his aforesaid appointment that need to be brought to the attention of the shareholders of the Company and there is no other information which is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules.

Following Mr. Chen's appointment, the number of independent non-executive directors consists more than one-third of the Board of the Company which fulfil the requirement of having at least one-third of independent non-executive directors of the board under Rule 3.10A of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the following meanings unless otherwise requires:

“Best Result”	:	Best Result Holdings Limited, a company incorporated under the laws of the British Virgin Islands, which is a substantial shareholder directly holding 2,992,120,000 Shares, representing approximately 64.01% of the issued share capital of the Company;
“Board”	:	the board of the Company;
“Company”	:	Nine Dragons Paper (Holdings) Limited, a company incorporated in Bermuda, the Shares of which are listed on the main board of the Stock Exchange;
“Director(s)”	:	the director(s) of the Company;
“Mr. Chen”	:	Mr. Chen Kefu, an independent non-executive director of the Company;
“Mr. Zhang”	:	Mr. Zhang Lianpeng, an executive director of the Company;
“PRC”	:	the People's Republic of China
“Listing Rules”	:	the Rules Governing the Listing of Securities on the Stock Exchange;
“SFO”	:	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong);
“Shares”	:	ordinary share(s) of HK\$0.10 each in the share capital of the Company; and
“Stock Exchange”	:	The Stock Exchange of Hong Kong Limited.

By order of the Board
Nine Dragons Paper (Holdings) Limited
Cheung Yan
Chairlady

Hong Kong, 21 August 2018

As at the date of this announcement, the Executive Directors of the Company are Ms. Cheung Yan, Mr. Liu Ming Chung, Mr. Zhang Cheng Fei, Mr. Lau Chun Shun, Mr. Ken Liu, Mr. Zhang Yuanfu and Mr. Zhang Lianpeng and the Independent Non-Executive Directors are Ms. Tam Wai Chu, Maria, Mr. Ng Leung Sing, Mr. Lam Yiu Kin and Mr. Chen Kefu.

** For identification purposes only*