

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.



FURTHER INFORMATION IN RELATION TO THE ANNUAL REPORT 2017 FOR THE YEAR ENDED 31 DECEMBER 2017

Reference is made to the 2017 annual report (“**2017 Annual Report**”) of Tai United Holdings Limited (“**Company**”, together with its subsidiaries, “**Group**”) for the year ended 31 December 2017 (“**Period**”). Unless the context otherwise specified, capitalised terms used in this announcement shall have the same meanings as those defined in the 2017 Annual Report.

As stated in the 2017 Annual Report, the Group had held-for-trading investments of HK\$2,245 million as at 31 December 2017 compared with just HK\$652 million as at 31 December 2016. As the amount for held-for-trading investments represented approximately 20% of the Company’s total assets as at 31 December 2017, the Directors would like to provide additional information on the Group’s significant held-for-trading investments as at such date. The Directors considered that an investment with a carrying value of 5% or more of the total assets of the Group as at a balance sheet date as significant investments (“**Significant Investments**”). As at 31 December 2017, the Significant Investments held are set out below:

SIGNIFICANT INVESTMENTS

Name of stock listed on The Stock Exchange of Hong Kong Limited (Stock Code)/ investment	Brief description of the principal business	Number of shares held and the approximate shareholding percentage as at 31 December 2017	Average investment cost (HK\$)/ total investment cost (HK\$'000) (Note 1)	Fair value as at 31 December 2017 (HK\$'000)	Relative to consolidated total assets of the Group as at 31 December 2017 (%)	Dividend received during the Period (HK\$'000)	Realised gain during the Period (HK\$'000)	Unrealised (loss) as at 31 December 2017 (HK\$'000)
The Hongkong and Shanghai Hotels, Limited (45)	Engaged in ownership, development and management of prestigious hotels, commercial and residential properties worldwide and provision of tourism and leisure, club management and other services	183,552,272 (11.55%)	11.75/ 2,156,832	2,129,206	19.06	18,259	8,411	(13,782)
Others (Note 2)				115,318	1.03	25	4,832	(8,773)

Notes:

- The total investment cost of such investments also included the investment cost incurred by the Group during the Period.
- Others principally comprised listed securities of a total of 10 companies listed in Hong Kong, each of such investments represented less than 0.4% of the total assets of the Group as at 31 December 2017.

DISCUSSION AND ANALYSIS ON PERFORMANCE OF THE GROUP'S SIGNIFICANT INVESTMENTS AND FUTURE INVESTMENT APPROACH

The Directors would like to provide additional information on the Group's Significant Investments held during the Period.

The Hongkong and Shanghai Hotels, Limited (“HK&S Hotel”, together with its subsidiaries, “HK&S Hotel Group”)

As at 31 December 2017, the Group held 183,522,272 shares in the issued share capital of HK&S Hotel which amounted to an aggregate carrying amount of approximately HK\$2,129,206,000. HK\$18,259,000 was received by the Group during the Period as dividend payment. The Group recorded a realised gain of approximately HK\$8,411,000 and an unrealised loss arising from the change in fair value of approximately HK\$13,782,000 for its investment in HK&S Hotel during the Period. The Group's investment in the shareholding of HK&S Hotel accounts for approximately 19.06% of the Group's total assets as at 31 December 2017.

The Company was of the view that the HK&S Hotel Group was a well-established and world renowned hotel and investment property operator and management group, in particular the flagship hotels owned by the HK&S Hotel Group were among the internationally top rated operators list. The Directors further noted that despite the prime quality of its assets, the HK&S Hotel shares were traded significantly below the fair value of their underlying net assets. Therefore, the Directors believed that the acquisition and holding of the HK&S Hotel shares was a good investment decision made and there would be a good upward potential for the HK&S Hotel shares when the market re-evaluated the growth momentum of the HK&S Hotel Group.

Further, as disclosed in the announcement of the Company dated 26 June 2018, the circular of the Company dated 31 July 2018 and the poll results of the special general meeting announcement of the Company dated 21 August 2018, as at the date of this announcement, all the shares of HK&S Hotel held by the Company as at 31 December 2017 have been disposed of (“**Disposal**”). The HK&S Hotel shares were sold at a price of HK\$12.80 per HK&S Hotel share. The Disposal enabled the Group to free up capital for other investment opportunities in the future.

By Order of the Board
Tai United Holdings Limited
Chen Weisong
Chief Executive Officer

Hong Kong, 4 September 2018

As at the date of this announcement, the Board comprises the following Directors:

Executive Directors:

Mr. Chen Weisong (*Chief Executive Officer*)

Mr. Xu Ke

Mr. Ye Fei

Mr. Wang Qiang

Dr. Kwong Kai Sing Benny

Independent non-executive Directors:

Dr. Gao Bin

Ms. Liu Yan

Mr. Tang King Shing