

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.



有利集團有限公司*
Yau Lee Holdings Limited

(Incorporated in Bermuda with limited liability)
(Stock Code: 0406)

FURTHER ANNOUNCEMENT

AND

**DELAY IN DESPATCH OF CIRCULAR REGARDING
MAJOR TRANSACTION
RELOCATION COMPENSATION FOR THE
EARLY TERMINATION OF LEASE AGREEMENTS**

Reference is made to the Company's announcement dated 30 April 2015 (the "**Announcement**") regarding the Relocation Compensation Agreement entered into between Party A, Party B and Party C on 29 April 2015. Unless the context requires otherwise, terms used in this announcement shall have the same meanings as those defined in the Announcement.

FURTHER ANNOUNCEMENT

Pursuant to the Relocation Compensation Agreement, the total Relocation Compensation amounts to RMB350,000,000 or its monetary worth (as the case may be) is payable by Party A. We are pleased to announce that the Initial Compensation of RMB50,000,000 has been received by Party B and Party C and as such, the Relocation Compensation Agreement has become effective from 6 May 2015.

Furthermore, as disclosed in the Announcement, the balance of agreed monetary value of RMB250,000,000 to be paid in kind by way of a total construction area of 10,000 square metres in the new residential properties to be constructed at or near the same location of Resumption Land No. 1 and Resumption Land No. 2 ("**Subject Properties**") calculated at the agreed rate of RMB25,000 per square metre with reference to the market situation, to be completed and to pass property title to Party B and Party C within 78 months from the date on which Party B and Party C deliver possession of the Resumption Land No. 1 and Resumption Land No. 2 to Party A.

* *For identification purpose only*

According to the Relocation Compensation Agreement, if Party A fails to complete the Subject Properties and to pass property title to Party B and Party C within 108 months from the date on which Party B and Party C deliver possession of Resumption Land No. 1 and Resumption Land No. 2 to Party A, Party B and Party C have the option to give up the Subject Properties and request for Party A to pay the amount of RMB250,000,000 in cash in full plus a capital charge. We shall make further announcement in accordance with the Listing Rules if the property title of the Subject Properties were to be passed to Party B and Party C after the said 108 months.

DELAY IN DESPATCH OF CIRCULAR

Pursuant to Rule 14.41(a) of the Listing Rules, a circular (the “**Circular**”) shall be despatched to the Shareholders within 15 business days after publication of the Announcement. As additional time would be required to obtain the financial information to be included in the Circular, the Company has applied for and the Stock Exchange has granted to the Company a waiver from the strict compliance with Rule 14.41(a) of the Listing Rules and the date of despatch of the Circular will be postponed to a date on or before 30 June 2015.

By Order of the Board
Yau Lee Holdings Limited
Wong Ip Kuen
Chairman

Hong Kong, 19 May 2015

As at the date of this announcement, the Board comprises Mr. Wong Ip Kuen (Chairman), Ir. Wong Tin Cheung, Ms. Wong Wai Man and Mr. Sun Chun Wai as Executive Directors and Mr. Chan, Bernard Charnwut, Mr. Wu King Cheong and Dr. Yeung Tsun Man, Eric as Independent Non-executive Directors.