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SHUN CHEONG HOLDINGS LIMITED

順昌集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 650)

CHANGE IN BOARD LOT SIZE

The Board announces that the board lot size of the Shares for trading on the Stock Exchange will be changed from 10,000 Shares to 2,000 Shares with effect from 9:00 a.m. on Friday, 6 January 2017.

Shareholders of the Company may submit their existing share certificates in board lot of 10,000 Shares each to the Share Registrar in exchange for new share certificates in board lot of 2,000 Shares each free of charge during business hours (i.e. 9:00 a.m. to 4:30 p.m.) from Tuesday, 20 December 2016 to Thursday, 2 February 2017, both days inclusive.

The board of directors (the “**Board**”) of Shun Cheong Holdings Limited (the “**Company**”) announces that the board lot size of the ordinary shares of HK\$0.01 each in the capital of the Company (the “**Shares**”) for trading on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) will be changed from 10,000 Shares to 2,000 Shares with effect from 9:00 a.m. on Friday, 6 January 2017.

The change in board lot size will reduce the board lot value. The Board is of the view that the reduction in board lot size of the Shares may lower the threshold for investors to purchase the Shares and may enable more investors who are interested in the Company to buy the Shares on the Stock Exchange, which may improve the liquidity of the Shares and broaden the Company’s shareholder base. The change in board lot size will not affect any of the relative rights of the shareholders of the Company. The Board considers that the change in board lot size is in the interest of the Company and its shareholders as a whole.

As no odd board lot size of the Shares will be created as a result of the said change in board lot size (other than those already existed before such change becoming effective), no odd lot arrangement to match the sales and purchases of odd lots will be made.

* *For identification purpose only*

Set out below is the expected timetable for such change in board lot size where all times and dates refer to Hong Kong local times and dates:

EXPECTED TIMETABLE

First day for free exchange of existing share certificates in board lot of 10,000 Shares each for new share certificates in board lot of 2,000 Shares each Tuesday, 20 December 2016

Last day for trading of the Shares in board lot of 10,000 Shares in the original counter Thursday, 5 January 2017

Effective date of the change in board lot size from 10,000 Shares to 2,000 Shares..... Friday, 6 January 2017

Original counter for trading in the Shares in board lot of 10,000 Shares each becomes counter for trading in the Shares in board lot of 2,000 Shares each..... 9:00 a.m. on Friday, 6 January 2017

Temporary counter for trading in the Shares in board lot of 10,000 Shares each opens 9:00 a.m. on Friday, 6 January 2017

First day of parallel trading in the Shares (in board lot of 2,000 Shares each and board lot of 10,000 Shares each) 9:00 a.m. on Friday, 6 January 2017

Temporary counter for trading in the Shares in board lot of 10,000 Shares each closes 4:00 p.m. on Thursday, 26 January 2017

Last day of parallel trading in the Shares (in board lot of 2,000 Shares each and board lot of 10,000 Shares each) 4:00 p.m. on Thursday, 26 January 2017

Last day for free exchange of existing share certificates in board lot of 10,000 Shares each for new share certificates in board lot of 2,000 Shares each 4:30 p.m. on Thursday, 2 February 2017

EXCHANGE OF NEW SHARE CERTIFICATES

Shareholders of the Company may submit their existing share certificates in board lot of 10,000 Shares each to the Company's Hong Kong branch share registrar, Computershare Hong Kong Services Limited at Shops 1712–1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong (the "**Share Registrar**"), in exchange for new share certificates in board lot of 2,000 Shares each free of charge during business hours (i.e. 9:00 a.m. to 4:30 p.m.) from Tuesday, 20 December 2016 to Thursday, 2 February 2017, both days inclusive. After the expiry of such period, existing share certificates will be accepted for exchange only on payment of a fee of HK\$2.50 (or such higher amount as may from time to time be specified by the Stock Exchange) for each new share certificate in board lot of 2,000 Shares each issued or each existing share certificate submitted, whichever number of share certificate involved is higher. It is expected that the new share certificates will be available for collection from the Share Registrar by the shareholders of the Company within 10 business days after delivery of the existing share certificates to the Share Registrar for exchange purpose.

With effect from Friday, 6 January 2017, new share certificates will be issued in board lot of 2,000 Shares each (except for odd lots or where the Share Registrar is otherwise instructed). All existing share certificates in board lot of 10,000 Shares each will continue to be good evidence of legal title to such Shares and continue to be valid for trading, delivery and settlement purposes. Save and except for the change in the number of Shares for each board lot, the new share certificates will have the same format and colour as the existing share certificates.

By Order of the Board
Shun Cheong Holdings Limited
WANG Jingbo
Chairman and Chief Executive Officer

Hong Kong, 13 December 2016

As at the date hereof, the Board comprises seven Directors, of whom two are executive Directors, namely Mr. Wang Jingbo (Chairman and Chief Executive Officer), and Mr. Lee Khay Kok; two are non-executive Directors, namely Mr. Lin Dongliang and Mr. Shong Hugo; and three are independent non-executive Directors, namely Prof. Chen Zhiwu, Mr. Shi Cen, and Mr. Chau Shing Yim David.