PPS International (Holdings) Limited
寶聯控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8201)

INSIDE INFORMATION
(I) COMPLAINT LETTER FROM A SHAREHOLDER;
(II) UPDATE ON THE PROGRESS OF THE OPEN OFFER;
AND
(III) RESUMPTION OF TRADING

This announcement is made by PPS International (Holdings) Limited (the "**Company**") pursuant to Rule 17.10 of The Rules Governing the Listing of Securities (the "**GEM Listing Rules**") on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") and the Inside Information Provisions (as defined in the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement and prospectus of the Company dated 6 November 2015 and 24 November 2015 respectively in respect of the open offer (the "**Open Offer**") conducted by the Company on the basis of one offer share for every two existing shares of the Company ("**Share(s)**") at a subscription price of HK$0.013 per offer share.

COMPLAINT LETTER FROM A SHAREHOLDER

On 8 December 2015, the Company received a letter from Harney Westwood & Riegels ("**Harney**"), a Cayman Islands lawyer claiming that it, on behalf of Mr. Zhao Han (a shareholder holding 1,200,000,000 Shares), had concerns in respect of a disclosure of interest filed by China New Energy Power Group Limited ("**CNEP**") on 13 November 2015 indicating that it had acquired an interest in an additional 3,755,500,000 Shares at an average price per Share of HK$0.013 and as a result, CNEP was interested in a total of 4,466,500,000 Shares. Harney further raised concerns on how CNEP could acquire such large number of Shares at a price substantially lower than the then prevailing market price, and queried whether there had been any undisclosed arrangement between CNEP and the Company or the underwriter ("**Underwriter**") of the Open Offer.

Harney have stated that they filed with the Cayman Islands courts on 7 December 2015 (i) a petition for the winding-up of the Company (the "**Petition**"); (ii) a summons for the appointment of joint provisional liquidators over the Company; and (iii) an ex-parte summons for an injunction pending the determination of the Petition, or further order of the Cayman Islands courts, to restrain the Company from taking any further steps in relation to, or continuing with, or implementing the Open Offer.

Based on the preliminary enquiry with the Underwriter, the Company understands that CNEP signed a subscription agreement with the Underwriter on 10 November 2015 pursuant to which CNEP had agreed to subscribe up to 3,400,000,000 untaken Shares under the Open Offer at HK$0.013 per Shares, which, together with CNEP's current shareholdings of 711,000,000 Shares and its entitlement under the Open Offer of 355,500,000 Shares, would make CNEP's potential shareholdings up to a maximum of 4,466,500,000 Shares. As a result, CNEP filed a disclosure of interest setting out the above details. The maximum potential shareholdings of CNEP of 4,466,500,000 Shares represent approximately 29.78% of the enlarged issue share capital of the Company after completion of the Open Offer.

Based on the best information, knowledge and believes of the Directors and having made all reasonable enquiries, CNEP is a party independent of and not connected with the Company and its connected persons. The Company has sought the advice from the Company's legal adviser as to the Hong Kong laws and given to understanding that the entering into the subscription agreement between the Underwriter and CNEP is lawful and does not breach any terms of the Open Offer.

Based on a search conducted by the Cayman Islands legal counsel to the Company at the Grand Court Cause Book on 8 December, 2015, no Cayman court proceeding was revealed as of the time of the search. As at the latest practicable time for publication of this announcement, the Company also has not been served with any Cayman Islands court proceedings nor has it been served with any injunction or other court order granted by the Grand Court of the Cayman Islands in relation to the Open Offer. Therefore, as a matter of Cayman Islands law, the Directors are not aware of any Cayman Islands legal obstacle that should prevent the Company from proceeding on the Open Offer.

UPDATE ON THE PROGRESS OF THE OPEN OFFER

Further, the Board would like to announce that pursuant to the subscription agreement of the Open Offer and as stated in the prospectus in relation to the Open Offer dated 24 November 2015, the latest time for the Open Offer to become unconditional was at 4:00 p.m. on Wednesday, 9 December 2015 and the offer shares of the Open Offer were allotted and issued on the same date. Other administrative procedures such as announcement of the result and dispatch of share certificates will be done according to the timetable previously announced.

The Company will keep its shareholders and the public informed of the progress of the Cayman Islands court proceedings, and further announcements will be made as and when appropriate.

RESUMPTION OF TRADING

At the Company's request, trading in the Shares has been suspended with effect from 9:00 a.m. on 9 December 2015 pending the release of this announcement. An application has been made by the Company to the Stock Exchange for the resumption of trading in the Shares on the Stock Exchange with effect from 9:00 a.m. on 10 December 2015.

By order of the Board
PPS International (Holdings) Limited
Chan Wai Kit
Chairman and Executive Director

Hong Kong, 9 December 2015

*As at the date of this announcement, the board of directors of the Company (the "**Directors**") comprises four executive Directors, Mr. Chan Wai Kit, Mr. Zhang Xiaozheng, Ms. Wang Jun and Ms. Wong Chi Yan, two non-executive Directors, Mr. Xu Xiaoping and Ms. Li Qingchen and four independent non-executive Directors, Mr. Chui Chi Yun, Robert, Mr. Chan Chi Tong, Kenny, Mr. Chen Kwok Wang and Mr. Chow Chun Hin, Leslie.*

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of the internet website operated by the Stock Exchange for the purposes of the Growth Enterprise Market at www.hkgem.com for at least seven days from the day of its posting and will be published on the website of the Company at www.hkpps.com.hk.