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## **Red Star Macalline Group Corporation Ltd.**

紅星美凱龍家居集團股份有限公司

*(A sino-foreign joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 1528)**

## **STABILIZING ACTIONS, END OF STABILIZATION PERIOD AND LAPSE OF OVER-ALLOTMENT OPTION**

The Company announces that the stabilization period in connection with the Global Offering ended on July 19, 2015, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. The stabilizing actions undertaken by Morgan Stanley Asia Limited, the Stabilizing Manager, during the stabilization period were:

- (1) over-allocations of an aggregate of 81,538,200 H Shares in the International Offering, representing 15% of the total number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option); and
- (2) the successive purchases of an aggregate of 81,538,200 H Shares in the price range of HK\$11.00 to HK\$12.96 per Share (exclusive of brokerage fee of 1.0%, SFC transaction levy of 0.0027% and Hong Kong Stock Exchange trading fee of 0.005%) on the market during the stabilization period, representing 15% of the total number of Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option. The last on-market purchase made by the Stabilizing Manager during the stabilization period was on July 17, 2015 at the price of HK\$11.96 per H Share (exclusive of brokerage fee of 1.0%, SFC transaction levy of 0.0027% and Hong Kong Stock Exchange trading fee of 0.005%).

The Over-allotment Option has not been exercised by the Underwriters' Representatives (on behalf of the International Underwriters) during the stabilization period and has lapsed on July 19, 2015.

## **STABILIZING ACTIONS AND END OF STABILIZATION PERIOD**

The Company makes this announcement pursuant to Section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong) and announces that the stabilization period in connection with the Global Offering ended on July 19, 2015, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering.

The stabilizing actions undertaken by Morgan Stanley Asia Limited, the Stabilizing Manager during the stabilization period were:

- (1) over-allocations of an aggregate of 81,538,200 H Shares in the International Offering, representing 15% of the total number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option); and
- (2) the successive purchases of an aggregate of 81,538,200 H Shares in the price range of HK\$11.00 to HK\$12.96 per Share (exclusive of brokerage fee of 1.0%, SFC transaction levy of 0.0027% and Hong Kong Stock Exchange trading fee of 0.005%) on the market during the stabilization period, representing 15% of the total number of Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option. The last on-market purchase made by the Stabilizing Manager during the stabilization period was on July 17, 2015 at the price of HK\$11.96 per H Share (exclusive of brokerage fee of 1.0%, SFC transaction levy of 0.0027% and Hong Kong Stock Exchange trading fee of 0.005%).

## **LAPSE OF THE OVER-ALLOTMENT OPTION**

The Company further announces that the Over-allotment Option has not been exercised by the Underwriters' Representatives (on behalf of the International Underwriters) during the stabilization period and has lapsed on July 19, 2015.

The Company continues to comply with the minimum percentage of public float as accepted by the Hong Kong Stock Exchange upon exercising its discretion under Rule 8.08(1)(d) of the Listing Rules (which is lower than the minimum percentage prescribed under Rule 8.08(1)(a) of the Listing Rules). Please see the section headed "Waivers from Strict Compliance with the Listing Rules" in the Prospectus for details.

By order of the Board  
**Red Star Macalline Group Corporation Ltd.**  
**GUO Binghe**  
*Company Secretary*

Hong Kong, July 20, 2015

*As at the date of this announcement, the executive Directors of the Company are CHE Jianxing, ZHANG Qi, CHE Jianfang and JIANG Xiaozhong; the non-executive Directors are XU Guofeng, CHEN Shuhong, Joseph Raymond GAGNON, ZHANG Qiqi; and the independent non-executive Directors are ZHOU Qinye, LI Zhenning, DING Yuan, LEE Kwan Hung.*