

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.



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)

APPOINTMENT OF INDEPENDENT FINANCIAL ADVISER

Reference is made to the announcement of Red Star Macalline Group Corporation Ltd. (the “**Company**”) dated 5 April 2018 in relation to a possible voluntary conditional cash offer by China International Capital Corporation Hong Kong Securities Limited on behalf of the Company to repurchase up to 388,917,038 H shares of the Company (the “**H Shares**”) at a price of HK\$11.78 per H Share (the “**Announcement**”). Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

The Board is pleased to announce that Halcyon Capital Limited (“**Halcyon**”), a licensed corporation under the SFO to carry out Type 6 (advising on corporate finance) regulated activity, has been appointed as the independent financial adviser of the Company to advise the Independent Board Committee in relation to the Offer and such appointment has been approved by the Independent Board Committee pursuant to Rule 2.1 of the Takeovers Code. The letter of advice of Halcyon in respect of the Offer will be included in the Offer Document to be issued by the Company pursuant to the Codes.

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

Shanghai, People's Republic of China
12 April 2018

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 of the Company are CHEN Shuhong, XU Guofeng, Joseph Raymond GAGNON, ZHANG Qiqi; and the independent non-executive directors of the Company are LI Zhenning, DING Yuan, LEE Kwan Hung and QIAN Shizheng.

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statement in this announcement misleading.