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**ZALL** Development

**Zall Development Group Ltd.**

**卓爾發展集團有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 2098)**

**CLARIFICATION ANNOUNCEMENT  
IN RELATION TO  
ACQUISITION OF INTEREST IN, AND WARRANTS ISSUED BY,  
LIGHTINTHEBOX HOLDING CO., LTD.**

Reference is made to the announcement of Zall Development Group Ltd. (the “**Company**”) dated 17 March 2016 (the “**Announcement**”) in relation to the Subscription Agreement entered into between the Investor, a wholly-owned subsidiary of the Company, and the Target Company with respect to the Acquisition. Capitalised terms used but not otherwise defined in this announcement shall, unless the context requires otherwise, have the same meanings as those defined in the Announcement.

As set out in the Announcement, the Company on 17 March 2016 obtained written approval of the Subscription Agreement and the transactions contemplated under it from Zall Development Investment Company Limited, which is wholly-owned by Mr. Yan Zhi, an executive Director, and which is interested in 8,058,333,000 Shares, representing approximately 74.99% of the issued share capital of the Company as at the date of the Announcement (the “**Written Approval**”). The Board would like to clarify that the Written Approval obtained includes, among others, approval for the Company’s exercise of the Subscription Warrant and the acquisition of the Subscription Warrant Shares as a result of the exercise, in accordance with the terms of the Subscription Warrant.

By order of the Board  
**Zall Development Group Ltd.**  
**Yan Zhi**  
*Co-Chairman*

Hong Kong, 22 April 2016

*As at the date of this announcement, the Board comprises Mr. Yan Zhi, Dr. Gang Yu, Mr. Cui Jinfeng, Mr. Wang Chuang and Mr. Peng Chi, as executive directors of the Company; Mr. Cheung Ka Fai, Mr. Wu Ying and Mr. Wei Zhe, David, as independent non-executive directors of the Company.*