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**ZALL卓尔**

**Zall Group Ltd.**

**卓爾集團股份有限公司**

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

**(Stock Code: 2098)**

## **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 3,000 Shares to 1,000 Shares with effect from 9:00 a.m. on Friday, 11 August 2017. The expected timetable for such change in board lot size is set out below.

Shareholders of the Company may submit their existing share certificates in board lot of 3,000 Shares each to the Hong Kong Share Registrar or the Cayman Share Registrar (as applicable) in exchange for new share certificates in board lot of 1,000 Shares each free of charge during their respective business hours from Friday, 28 July 2017 to Monday, 4 September 2017 (both dates inclusive).

The board of directors (the “**Board**”) of Zall Group Ltd. (the “**Company**”) announces that the board lot size of the shares of HK\$0.00333 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 3,000 Shares to 1,000 Shares with effect from 9:00 a.m. on Friday, 11 August 2017.

Based on the closing price of HK\$4.89 per Share as at the date of this announcement, the value of each board lot of 1,000 Shares would be HK\$4,890.

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 may improve the liquidity of the Shares. 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 purchase of odd lots will be made.

The expected timetable for such change in board lot size is set out below:

### **EXPECTED TIMETABLE**

First day for free exchange of existing share certificates in board lot of 3,000 shares in the Company (“ <b>Shares</b> ”) each for new share certificates in board lot of 1,000 Shares each	Friday, 28 July 2017
Last day for trading of the Shares in board lot of 3,000 Shares in the original counter	Thursday, 10 August 2017
Effective date of the change of board lot size from 3,000 Shares each to 1,000 Shares	Friday, 11 August 2017
Original counter for trading in the Shares in board lot of 3,000 Shares each becomes a counter for trading in the Shares in board lot of 1,000 Shares each	9:00 a.m., Friday, 11 August 2017
Temporary counter for trading in the Shares in board lot of 3,000 Shares each opens	9:00 a.m., Friday, 11 August 2017
First day of parallel trading in the Shares in board lot of 3,000 Shares each and in board lot of 1,000 Shares each	9:00 a.m., Friday, 11 August 2017
Temporary counter for trading in the Shares in board lot of 3,000 Shares each closes	Close of business on Thursday, 31 August 2017
Last day of parallel trading in the Shares (in board lot of 3,000 Shares each and in board lot of 1,000 Shares each)	Close of business on Thursday, 31 August 2017
Last day for free exchange of existing share certificates in board lot of 3,000 Shares each for new share certificates in board lot of 1,000 Shares each	4:30 p.m., Monday, 4 September 2017

## EXCHANGE OF NEW SHARE CERTIFICATES

Shareholders of the Company may submit their existing share certificates in board lot of 3,000 Shares each to the Company's Hong Kong branch share registrar, Tricor Investor Services Limited, Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong (the "**Hong Kong Share Registrar**") or the Company's Cayman branch share registrar, SMP Partners (Cayman) Limited, Hong Kong branch-RBC Corporate Services Hong Kong Limited, 51/F Central Plaza, 18 Harbour Road, Wanchai, Hong Kong (the "**Cayman Share Registrar**") (as applicable) (collectively the "**Share Registrars**") in exchange for new share certificates in board lot of 1,000 Shares each free of charge during their respective business hours from Friday, 28 July 2017 to Monday, 4 September 2017 (both dates 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 1,000 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 either the Hong Kong Share Registrar or the Cayman Share Registrar (as applicable) by the shareholders of the Company within 10 business days after delivery of the existing share certificates to the relevant Share Registrars for exchange purpose.

As from Friday, 11 August 2017, any new share certificates will be issued in board lot of 1,000 Shares each (except for odd lots or where the Share Registrars are otherwise instructed). All existing share certificates in board lot of 3,000 Shares each will continue to be evidence of title to such Shares and be valid for transfer, delivery and settlement purposes. Save and except for the change in the number of Shares for each board lot, new share certificate will have the same format and colour as the existing share certificate.

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

Hong Kong, 21 July 2017

*As at the date of this announcement, the Board comprises eight members, of which Mr. Yan Zhi, Dr. Gang Yu, Mr. Wei Zhe, David, Mr. Cui Jinfeng and Mr. Peng Chi are executive Directors; Mr. Cheung Ka Fai, Mr. Wu Ying and Mr. Zhu Zhengfu are independent non-executive Directors.*