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**中遠海運國際(香港)有限公司**

COSCO SHIPPING INTERNATIONAL (HONG KONG) CO., LTD.

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 00517)**

**CONTINUING CONNECTED TRANSACTION  
AND  
DISCLOSEABLE TRANSACTION  
NEW FINANCIAL SERVICES MASTER AGREEMENT**

Reference is made to the announcement of the Company dated 18 November 2019 and the circular of the Company dated 9 December 2019 in respect of, among other things, the 2019 Financial Services Master Agreement and the 2019 Financial Services Proposed Caps. As disclosed in the poll results announcement of the Company dated 30 December 2019, the resolution on the approval of the 2019 Financial Services Master Agreement and the transactions contemplated thereunder (except the loan services) and the 2019 Financial Services Proposed Caps was not passed at the special general meeting of the Company held on 30 December 2019 and therefore the 2019 Financial Services Master Agreement has not become effective.

In light of the business needs of the Group and the benefits of continuing the transactions with COSCO SHIPPING Finance, on 25 May 2020, the New Financial Services Master Agreement was entered into between the Company and COSCO SHIPPING Finance which superseded the 2019 Financial Services Master Agreement.

COSCO SHIPPING Finance is a subsidiary of COSCO SHIPPING, the ultimate holding company of the Company. Therefore, COSCO SHIPPING Finance is an associate of COSCO SHIPPING and a connected person of the Company. Accordingly, the New Financial Services Master Agreement and the transactions contemplated thereunder constitute continuing connected transaction of the Company pursuant to Chapter 14A of the Listing Rules.

As the applicable percentage ratio for the Caps of the transactions contemplated under the New Financial Services Master Agreement (except the loan services) are expected to be higher than 5% on an annual basis, such transactions are subject to the reporting, announcement, shareholders' approval and annual review requirements under Chapter 14A of the Listing Rules. The SGM will be convened for the Independent Shareholders to approve the New Financial Services Master Agreement, the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto by poll.

The provision of deposit services to the Group under the New Financial Services Master Agreement also constitutes the provision of financial assistance by the Group to COSCO SHIPPING Finance under Rule 14.04(1)(e) of the Listing Rules. Since the highest applicable percentage ratio for the provision of such deposit services and other financial services (except the loan services) under the New Financial Services Master Agreement exceeds 5% but is less than 25%, it constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements thereunder.

A circular containing, *inter alia*, (a) further information on the New Financial Services Master Agreement, the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto; (b) the letter of advice from the independent financial adviser to the independent board committee of the Company and Independent Shareholders; (c) the recommendation from the independent board committee of the Company and (d) a notice of the SGM will be dispatched to the Shareholders on or before 15 June 2020 in accordance with the Listing Rules.

## **THE NEW FINANCIAL SERVICES MASTER AGREEMENT**

Reference is made to the announcement of the Company dated 18 November 2019 and the circular of the Company dated 9 December 2019 in respect of, among other things, the 2019 Financial Services Master Agreement and the 2019 Financial Services Proposed Caps. As disclosed in the poll results announcement of the Company dated 30 December 2019, the resolution on the approval of the 2019 Financial Services Master Agreement and the transactions contemplated thereunder (except the loan services) and the 2019 Financial Services Proposed Caps was not passed at the special general meeting of the Company held on 30 December 2019 and therefore the 2019 Financial Services Master Agreement has not become effective.

In light of the business needs of the Group and the benefits of continuing the transactions with COSCO SHIPPING Finance, on 25 May 2020, the New Financial Services Master Agreement was entered into between the Company and COSCO SHIPPING Finance which superseded the 2019 Financial Services Master Agreement.

The principal terms of the New Financial Services Master Agreement are set out below:

- Date:** 25 May 2020
- Parties:** The Company; and  
COSCO SHIPPING Finance
- Subject matter:** Provision of a range of financial services, including the deposit services, loan services, settlement services, remittance services, entrusted loan services (as lending agent in entrusted loan arrangements among members of the Group) and acceptance bill services by COSCO SHIPPING Finance to the Group.
- Duration:** From the date of the approval of the New Financial Services Master Agreement (except the loan services) and the Caps in relation thereto by the Independent Shareholders to 31 December 2022 (both dates inclusive).

**Terms and fees:** The transactions contemplated under the New Financial Services Master Agreement shall be conducted on normal commercial terms and negotiated on arm's length basis and the terms of the transactions (including the interest receivable by the Group and the fees (including the service fees and handling charges) payable under the financial services to COSCO SHIPPING Finance) shall be at market rates or rates no less favourable to the relevant member(s) of the Group than those available to or from (as appropriate) independent third parties.

**Others:** The New Financial Services Master Agreement is conditional upon the approval by the Independent Shareholders of the New Financial Services Master Agreement (except the loan services) and the Caps in relation thereto.

At any time during the term of the New Financial Services Master Agreement, COSCO SHIPPING Finance and the relevant member(s) of the Group may from time to time enter into individual agreement(s), or invoice(s) may be issued by COSCO SHIPPING Finance to the relevant member(s) of the Group and approved by the latter (as appropriate) in relation to any of the services contemplated under the New Financial Services Master Agreement upon and subject to the terms and conditions in compliance with those of the New Financial Services Master Agreement as may be agreed between the relevant parties.

**Pricing policies:**

Pricing policies to be adopted by COSCO SHIPPING Finance in determining the interest payable to or receivable by the Group (as appropriate) or service fees payable by the Group for the services are set out below:

*Service nature                      Pricing principle*

Deposit services                      The interest rate for such deposit services shall be no lower than:

- (i) the floor rate for the same category of deposit services stipulated by the People's Bank of China from time to time;
- (ii) the rate for the same category of deposit services offered by independent commercial banks in the PRC; and
- (iii) the rate for the same category and same class of deposit services offered by COSCO SHIPPING Finance to other member company(ies) of COSCO SHIPPING Group.

To ascertain the rate referred to in paragraph (ii) above, the Group will obtain quotations from at least three independent commercial banks for the same category of deposit services and compare to those obtained by the Group from COSCO SHIPPING Finance.

- Loan services            The interest rate for such loan services shall be no higher than:
- (i) the cap rate for the same category of loan services stipulated by the People’s Bank of China from time to time; and
  - (ii) the rate for the same category of loan services charged by independent commercial banks in the PRC of the same period.
- Other services            Service fees of other services approved by the CBIRC shall be determined in accordance with the following pricing principles:
- (i) the price to be complied with the fee standards prescribed by the People’s Bank of China or CBIRC;
  - (ii) no higher than those charged by independent commercial banks in the PRC for services of similar nature; and
  - (iii) no higher than those charged by COSCO SHIPPING Finance to other member company(ies) of COSCO SHIPPING Group for services of similar nature.

To ascertain the service fees referred to in paragraph (ii) above, the Group will obtain quotations from at least three independent commercial banks for services of similar nature to the relevant category of other financial services and compare to those obtained by the Group from COSCO SHIPPING Finance.

**Historical amounts:**

The daily cash balance(s) of all cash deposits accounts of member(s) of the Group maintained with COSCO Finance (together with interests accrued thereon) and all fees (including service fees and handling charges in respect of settlement services, remittance services and entrusted loan services) paid by the Group to COSCO Finance in connection with the transactions (except transactions in connection with the provision of loan services) contemplated under the Expired Financial Services Master Agreement in respect of each of the financial years ended 31 December 2017, 31 December 2018 and 31 December 2019 were RMB803,153,649, RMB448,562,769 and RMB435,026,882 respectively.

The aggregate amount of all fees (including service fees and handling charges for other financial services) paid by the Group to COSCO Finance for each of the financial years ended 31 December 2017, 31 December 2018 and 31 December 2019 were RMB7,534, RMB1,535 and RMB17,901 respectively.

For each of the financial years ended 31 December 2017, 31 December 2018 and 31 December 2019, the daily balance of the loan services by COSCO Finance to the Group did not exceed RMB400,000,000, RMB500,000,000 and RMB500,000,000 respectively.

## Caps and basis of determination of such caps:

The caps of the transactions contemplated under the New Financial Services Master Agreement and the basis of determination of such caps are set out as follows:

	Caps for the year ending 31 December		
	2020	2021	2022
	RMB	RMB	RMB
Amount of daily cash balance(s) of all cash deposits accounts of member(s) of the Group maintained with COSCO SHIPPING Finance (together with interests accrued thereon) and all fees (including service fees and handling charges for the settlement services, remittance services, entrusted loan services and acceptance bill services) payable by the Group to COSCO SHIPPING Finance for transactions (except transactions in connection with the provision of loan services) contemplated under the New Financial Services Master Agreement	725,000,000	730,000,000	735,000,000
Amount of daily outstanding balance(s) of all loan accounts of the member(s) of the Group maintained with COSCO SHIPPING Finance (together with interests accrued thereon) and all service fees and handling charges for the loan services payable by the Group to COSCO SHIPPING Finance for loan transactions contemplated under the New Financial Services Master Agreement <sup>(Note)</sup>	140,000,000	140,000,000	140,000,000

*Note:* For avoidance of doubt, the loan balances in respect of the entrusted loan arrangements within the Group are not included as COSCO SHIPPING Finance will only perform the role as a lending agent to handle and facilitate such arrangements.

The above Caps on the amount of daily cash balance(s) of all cash deposits accounts of member(s) of the Group maintained with COSCO SHIPPING Finance (together with interests accrued thereon) and all fees (including service fees and handling charges for the settlement services, remittance services, entrusted loan services and acceptance bill services) payable by the Group to COSCO SHIPPING Finance for transactions (except transactions in connection with the provision of loan services) contemplated under the New Financial Services Master Agreement are calculated with reference to the maximum amounts of daily cash balance(s) of all cash deposits accounts of each member of the Group maintained with COSCO Finance together with all fees payable by the Group in respect of each of the financial years ended 31 December 2017, 31 December 2018 and 31 December 2019.

In determining the above Caps, the Company has also (a) examined and compared the transactions amounts of the relevant member(s) of the Group for the financial years ended 31 December 2017, 31 December 2018 and 31 December 2019; (b) interviewed the management of the relevant member(s) of the Group to obtain opinion on the anticipated cash flow demand based on current

scale and daily operation of the relevant businesses and forecasts of the transactions contemplated under the New Financial Services Master Agreement for the years of 2020 to 2022; (c) considered the impact of the novel coronavirus pneumonia (COVID-19) and expected macroeconomic environment of the relevant businesses and in particular the strategies of the treasury management of the Group taking into account the business development plans, financial needs and anticipated cash flows of the Group as well as the sustainable business development of the Group, including the funding requirement for operation of asphalt business; and (d) the expected demand of the Group for deposit services provided by COSCO SHIPPING Finance as a result of its competitive edge over other financial services providers becoming more apparent arising from continuing improvement in its services which can better serve the development needs of the Group.

Since the historical amounts of the service fees and handling charges for other financial services are immaterial and the Board currently expects that such service fees and handling charges will be immaterial during the term of the New Financial Services Master Agreement, the Company considers that there is no need to separate the annual caps for (a) the maximum amount of daily balance(s) of all cash deposits accounts of member(s) of the Group maintained with COSCO SHIPPING Finance (together with interests accrued thereon); and (b) all fees (including service fees and handling charges for the settlement services, remittance services, entrusted loan services and acceptance bill services) payable by the Group to COSCO SHIPPING Finance for transactions contemplated under the New Financial Services Master Agreement (except transactions in connection with the loan services).

**Relationship between the Company and the connected persons:**

COSCO SHIPPING Finance is a subsidiary of COSCO SHIPPING, the ultimate holding company of the Company. Therefore, COSCO SHIPPING Finance is an associate of COSCO SHIPPING and a connected person of the Company. Accordingly, the New Financial Services Master Agreement and the transactions contemplated thereunder constitute continuing connected transaction of the Company.

**Listing Rules implications:**

As the applicable percentage ratios for the Caps of the transactions (except the loan services) contemplated under the New Financial Services Master Agreement are expected to be higher than 5% on an annual basis, such transactions are subject to the reporting, announcement, shareholders' approval and annual review requirements under Chapter 14A of the Listing Rules.

The provision of loan services to the Group under the New Financial Services Master Agreement also constitutes the provision of financial assistance to the Group by COSCO SHIPPING Finance. As the loan transactions will be conducted on normal commercial terms or terms better to the Group and will not be secured by the assets of the Group, pursuant to Rule 14A.90 of the Listing Rules, the loan transactions contemplated under the New Financial Services Master Agreement are fully exempt from the requirements under Chapter 14A of the Listing Rules.

The provision of deposit services to the Group under the New Financial Services Master Agreement also constitutes the provision of financial assistance by the Group to COSCO SHIPPING Finance under Rule 14.04(1)(e) of the Listing Rules. Since the highest applicable percentage ratio for the provision of such deposit services and the other financial services (except the loan services) under the New Financial Services Master Agreement exceeds 5% but is less than 25%, it constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements thereunder.



## **INFORMATION OF THE GROUP AND THE CONNECTED PERSONS**

The Group is principally engaged in the provision of shipping services and general trading.

COSCO SHIPPING is principally engaged in shipping, terminals, logistics, shipping finance, equipment manufacturing and shipping services etc..

COSCO SHIPPING Finance is a non-bank financial institution approved and regulated by the People's Bank of China and the CBIRC and is principally engaged in providing financial services to COSCO SHIPPING Group.

## **REASONS FOR AND BENEFITS OF THE CONTINUING CONNECTED TRANSACTION**

By entering into the New Financial Services Master Agreement and the transactions contemplated thereunder, the Group will benefit in negotiating more favourable terms with COSCO SHIPPING Finance, an intra-group service provider as compared with other commercial banks or financial institutions. In view of the cooperation history between COSCO SHIPPING Finance and the Company, the Group is expected to benefit from COSCO SHIPPING Finance's better understanding of the operations of the Group which should allow more expedient and efficient service provision than those offered by other PRC commercial banks.

The Directors (excluding the independent non-executive Directors whose views will be given after taking into account the advice from the independent financial adviser) are of the view that the transactions contemplated under the New Financial Services Master Agreement are and will be entered into in the ordinary and usual course of business of the Group and are and will be on normal commercial terms and the terms thereof and the Caps in relation to the New Financial Services Master Agreement are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

None of the Directors has a material interest in the New Financial Services Master Agreement. Accordingly, none of them is required to abstain from voting on the relevant board resolutions to approve the New Financial Services Master Agreement and the transactions contemplated thereunder under the bye-laws of the Company or the Listing Rules.

## **SGM**

As the applicable percentage ratios for the Caps in relation to transactions contemplated under the New Financial Services Master Agreement (except the loan services) are expected to be higher than 5% on an annual basis, the New Financial Services Master Agreement, the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto are subject to the reporting, announcement, shareholders' approval and annual review requirements under Chapter 14A of the Listing Rules. The SGM will be convened for the Independent Shareholders to approve the New Financial Services Master Agreement, the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto by poll.

In view of the interests of COSCO SHIPPING and COSCO SHIPPING (Hong Kong) in the Company, COSCO SHIPPING and COSCO SHIPPING (Hong Kong) and their respective associates will abstain from voting in relation to the resolution to approve the New Financial Services Master Agreement, the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto.

An independent financial adviser will be appointed to advise the independent board committee of the Company and the Independent Shareholders regarding the New Financial Services Master Agreement and the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto. An independent board committee of the Company has been appointed to advise the Independent Shareholders on whether or not the New Financial Services Master Agreement and the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto are in the interest of the Company and are fair and reasonable so far as the Independent Shareholders are concerned.

## **CAPITAL RISK CONTROL MEASURES UNDER THE NEW FINANCIAL SERVICES MASTER AGREEMENT**

Under the New Financial Services Master Agreement, COSCO SHIPPING Finance shall:

- (i) in order to ensure the security of the funds of the member(s) of the Group, ensure that the funds management information system (a) operates safely, (b) has attained the security standards for commercial banks in the PRC, and (c) has adopted the certification authority security certificate mode;
- (ii) operate strictly in compliance with the risk monitoring indicator guidelines for finance companies issued by the CBIRC from time to time, and ensure that its main regulatory indicators such as gearing ratio and liquidity ratio comply with the requirements of the CBIRC and other relevant PRC laws and regulations; and
- (iii) submit monthly financial statements to the Company by the fifth business day of the following month.

Further, under the New Financial Services Master Agreement, if any member of the Group cannot withdraw any or all of the deposits placed with COSCO SHIPPING Finance, the Group has the right to offset such deposit amounts against any amounts of outstanding loan owing by the Group to COSCO SHIPPING Finance. On the other hand, if any member of the Group is unable to repay the outstanding loans owing by the Group to COSCO SHIPPING Finance (whether in part or in full), COSCO SHIPPING Finance has the right to offset such outstanding loans due from the Group against the deposits placed by the Group with COSCO SHIPPING Finance.

In practice, the Group usually diversifies the cash deposits with a number of banks and financial institutions in order to obtain more competitive deposit interest rates for securing higher yields. The finance & accounting division of the Company will monitor the interest rates on deposits as well as service fees charged for other financial services by the People's Bank of China and other major commercial banks in the PRC as shown on their respective official websites from time to time.

In respect of the deposits placed by the Group with COSCO SHIPPING Finance, the articles of association of COSCO SHIPPING Finance states that COSCO SHIPPING (being the ultimate holding company of the Company) has undertaken to increase the capital of COSCO SHIPPING Finance in the event that COSCO SHIPPING Finance has difficulty in fulfilling its payment obligation. This provides an assurance to the Group on the safety and liquidity of the Group's deposited funds with COSCO SHIPPING Finance.



The finance & accounting division of the Company will closely monitor the transactions under the New Financial Services Master Agreement and will report to the management of the Company on a regular basis.

The aforesaid capital risk control measures will be able to mitigate the financial risks which may be exposed to the Company to the largest extent, and safeguard the interests of the Company and its shareholders. The Directors are of the view that the above capital risk control measures are reasonable and effective in monitoring the relevant transactions in all material respects.

## **PAYMENT TERMS**

For the transactions contemplated under the New Financial Services Master Agreement, payment terms will be agreed with reference to customary business practices.

## **INTERNAL CONTROL PROCEDURES FOR THE GROUP**

In addition to the annual review by the auditors and independent non-executive Directors pursuant to the requirements of Chapter 14A of the Listing Rules, as part of the Group's internal control systems to ensure that the transactions between the Group and its connected persons are conducted in accordance with the pricing policy under the New Financial Services Master Agreement, the Company will implement the following internal control arrangements:

- (i) The Company has formulated "Connected Transaction Management Method" which was incorporated into the rules and regulations of the Company. All divisions of the Company and its subsidiaries must follow the requirements under "Connected Transaction Management Method".
- (ii) The internal audit team of the Company will regularly examine the pricing of transactions under the New Financial Services Master Agreement including reviewing the transaction records of the Company for the purchase or provision of similar goods or services from or to independent third parties.
- (iii) Connected transaction coordination working team (the "**Working Team**"), comprising, among others, responsible persons of various functional divisions of the Company, was set up. Any proposed new connected transaction would be reported to the Working Team in order to carry out all necessary compliance procedures before entering into such connected transaction.
- (iv) Connected transaction amounts incurred with 2 months forecast would be updated on monthly basis by the colleagues of subsidiaries of the Company and various functional divisions through an intranet system. Members of the Working Team are responsible for overseeing the connected transaction amounts incurred in a timely manner such that the transactions can be conducted within the annual caps.

The Directors are of the view that the above methods and procedures can ensure that the pricing and other contract terms for the Group's continuing connected transaction are on normal commercial terms, fair and reasonable and in the interests of the Company and its shareholders and that the continuing connected transaction is conducted as agreed in the New Financial Services Master Agreement and in compliance with Chapter 14A of the Listing Rules.

## GENERAL

A circular containing, *inter alia*, (a) further information on the New Financial Services Master Agreement, the transactions contemplated thereunder (except the loan services) and the Caps in relation thereto; (b) the letter of advice from the independent financial adviser to the independent board committee of the Company and Independent Shareholders; (c) the recommendation from the independent board committee of the Company; and (d) a notice of the SGM will be dispatched to the Shareholders on or before 15 June 2020 in accordance with the Listing Rules.

## DEFINITIONS

In this announcement, the following expressions have the following meanings unless the context requires otherwise:

<b>“2019 Financial Services Master Agreement”</b>	the master agreement entered into between the Company and COSCO SHIPPING Finance dated 18 November 2019 in respect of the provision of a range of financial services by COSCO SHIPPING Finance to the Group for the three financial years ending 31 December 2022;
<b>“2019 Financial Services Proposed Caps”</b>	for the purpose of Chapter 14A of the Listing Rules, means the proposed annual caps of the 2019 Financial Services Master Agreement (except the annual caps for the loan services contemplated thereunder) for each of the three financial years ending 31 December 2022;
<b>“associate(s)”</b>	the meaning ascribed to it in the Listing Rules;
<b>“Board” or “Director(s)”</b>	the board of directors of the Company;
<b>“Caps”</b>	for the purpose of Chapter 14A of the Listing Rules, means the proposed annual caps of the New Financial Services Master Agreement (except the annual caps for the loan services contemplated thereunder) for each of the three financial years ending 31 December 2022;
<b>“CBIRC”</b>	China Banking and Insurance Regulatory Commission;
<b>“Company”</b>	COSCO SHIPPING International (Hong Kong) Co., Ltd., a company incorporated in Bermuda with limited liability, the shares of which are listed on the Main Board of the Stock Exchange;
<b>“connected person(s)”</b>	the meaning ascribed to it in the Listing Rules;

<b>“COSCO Finance”</b>	中遠財務有限責任公司 (COSCO Finance Co. Limited*), a subsidiary of COSCO SHIPPING. 中國遠洋運輸(集團)總公司 (China Ocean Shipping (Group) Company*) and 中國海運(集團)總公司 (China Shipping (Group) Company*) were merged and formed 中國遠洋海運集團有限公司 (China COSCO Shipping Corporation Limited*), COSCO Finance and 中海集團財務有限責任公司 (China Shipping Finance Company Limited*, a subsidiary of China Shipping (Group) Company) were restructured, the restructured company was named 中遠海運集團財務有限責任公司 (COSCO Shipping Finance Co. Limited*);
<b>“COSCO SHIPPING”</b>	中國遠洋海運集團有限公司 (China COSCO Shipping Corporation Limited*), a company established in the PRC and the ultimate holding company of COSCO SHIPPING (Hong Kong) and the Company;
<b>“COSCO SHIPPING Finance”</b>	中遠海運集團財務有限責任公司 (COSCO Shipping Finance Co. Limited*), a company established in the PRC and a subsidiary of COSCO SHIPPING;
<b>“COSCO SHIPPING Group”</b>	COSCO SHIPPING, COSCO SHIPPING (Hong Kong) and their subsidiaries and associates (other than the Group);
<b>“COSCO SHIPPING (Hong Kong)”</b>	COSCO SHIPPING (Hong Kong) Co., Limited, a company incorporated in Hong Kong with limited liability and the immediate holding company of the Company which is wholly-owned by COSCO SHIPPING;
<b>“Expired Financial Services Master Agreement”</b>	the master agreement entered into between the Company and COSCO Finance dated 15 November 2016 in respect of the provision of a range of financial services by COSCO Finance to the Group for the three financial years ended 31 December 2019;
<b>“Group”</b>	the Company and its subsidiaries;
<b>“Hong Kong”</b>	the Hong Kong Special Administrative Region of the People’s Republic of China;
<b>“Independent Shareholder(s)”</b>	Shareholder(s) other than COSCO SHIPPING, COSCO SHIPPING (Hong Kong) and any of their respective associates;
<b>“Listing Rules”</b>	the Rules Governing the Listing of Securities on the Stock Exchange;
<b>“New Financial Services Master Agreement”</b>	the master agreement entered into between the Company and COSCO SHIPPING Finance dated 25 May 2020 in respect of the provision of a range of financial services by COSCO SHIPPING Finance to the Group;
<b>“PRC”</b>	the People’s Republic of China (for the purpose of this announcement, excluding Hong Kong, Macau Special Administrative Region and Taiwan);
<b>“SGM”</b>	the special general meeting of the Company to be held to approve the New Financial Services Master Agreement and the Caps in relation thereto;

“Share(s)”	the share(s) of the Company;
“Shareholder(s)”	the holder(s) of the Shares;
“Stock Exchange”	The Stock Exchange of Hong Kong Limited;
“RMB”	Renminbi, the lawful currency of the PRC; and
“%”	per cent.

By Order of the Board  
**COSCO SHIPPING International (Hong Kong) Co., Ltd.**  
**Zhu Jianhui**  
*Chairman and Managing Director*

Hong Kong, 25 May 2020

\* *For identification purposes only*

*As at the date of this announcement, the Board comprises six Directors with Mr. Zhu Jianhui<sup>1</sup> (Chairman and Managing Director), Mr. Ma Jianhua<sup>1</sup>, Mr. Feng Boming<sup>2</sup>, Mr. Chen Dong<sup>2</sup>, Mr. Tsui Yiu Wa, Alec<sup>3</sup> and Mr. Jiang, Simon X.<sup>3</sup>.*

<sup>1</sup> *Executive Director*

<sup>2</sup> *Non-executive Director*

<sup>3</sup> *Independent Non-executive Director*