中國白銀集團
CHINA SILVER GROUP

CHINA SILVER GROUP LIMITED

中 國 白 銀 集 團 有 限 公 司

(incorporated in the Cayman Islands with limited liability)

(Stock code: 815)

VOLUNTARY ANNOUNCEMENT
FORMATION OF A JOINT VENTURE

This announcement is made by the Company on a voluntary basis.

The Board is pleased to announce that the Company proposes to inject a capital of RMB20 million for setting up Shanghai Huatong International Silver Exchange and has obtained the approval from the evaluation committee of the spot markets for bulk commodities of China (Shanghai) Pilot Free Trade Zone.

China (Shanghai) Pilot Free Trade Zone is a regional free-trade zone set up by the Chinese government in Pudong, Shanghai and falls within the scope of China Free Trade Zone Area.

Shanghai Huatong International Silver Exchange is currently the only approved spot silver trading market in China (Shanghai) Pilot Free Trade Zone. It has a registered capital of RMB50 million, of which Shanghai White Platinum & Silver Exchange will contribute RMB27 million in cash, representing 54% of the registered capital; the Group will contribute RMB20 million in cash, representing 40% of the registered capital; and Shanghai Tianbao will contribute RMB3 million in cash, representing 6% of the registered capital.

Shanghai White Platinum & Silver Exchange is an integrated precious metals and non-ferrous metals market in China, which provides professional and standardized spot goods supply, trading, logistic and e-commerce services. It is currently the largest spot market for silver trading in China, with its official website, www.ex-silver.com, being the first web portal for the silver industry in the PRC. The daily silver fixing price and average settlement price quoted by www.ex-silver.com has become the authoritative reference prices for the silver industry in China.

Shanghai Huatong International Silver Exchange will be the first spot silver trading market in China that allows foreign investor to directly participate. It serves to connect domestic and international commodity market and marks an important step towards free trading in the future.

The investment in Shanghai Huatong International Silver Exchange will allow the Company to enter the downstream silver trading market and will further strengthen its leading position and brand influence in the silver and precious metal industry in the PRC, and is in line with the Company's strategy to develop through vertical integration and to become a leading integrated silver enterprise in the world.

The transactions contemplated in this announcement do not constitute notifiable transactions or connected transactions of the Company under Chapter 14 and Chapter 14A of the Listing Rules.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

DEFINITIONS

In this announcement, the following expressions shall have the following meaning unless otherwise specified:

"Board"	the board of Directors;
"Company"	China Silver Group Limited, a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Main Board of the Stock Exchange;
"connected person"	has the meaning ascribed to it in the Listing Rules;
"Directors"	the board of directors of the Company;
"Group"	the Company and its subsidiaries;
"Independent Third Party"	a party who is independent of, and not connected with the Company or any of its connected persons;
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange;
"PRC"	The People's Republic of China;
"RMB"	Renminbi, the lawful currency of PRC;
"Shanghai Huatong International Silver Exchange"	上海華通白銀國際交易中心 (Shanghai Huatong International Silver Exchange*), a limited liability company to be established in the PRC;

"Shanghai Tianbao"	上海天寶龍鳳金銀珠寶有限公司 (Shanghai Tianbao Longfeng Jewellery Company Limited*), a company incorporated in the PRC with limited liability, a wholly-owned subsidiary of Shanghai Yimin Commercial Group Co.,Ltd.(SH.600824) and an Independent Third Party;
"Shanghai White Platinum & Silver Exchange"	上海華通鉑銀交易市場 (Shanghai White Platinum & Silver Exchange*), a limited liability company established in the PRC and an Independent Third Party;
"Shareholders"	shareholders of the Company;
"Stock Exchange"	The Stock Exchange of Hong Kong Limited;
"%"	percent

By order of the Board
China Silver Group Limited
Moy Yee Wo Matthew
Company Secretary

Hong Kong, 5 March 2015

As at the date of this announcement, the Board comprises Mr. Chen Wantian, Mr. Song Guosheng and Mr. Chen Guoyu as executive Directors; Dr. Jiang Tao, Dr. Li Haitao and Dr. Zeng Yilong as independent non-executive Directors.

* *For identification purpose only*