中州证券

Central China Securities Co., Ltd.

(a joint stock company incorporated in 2002 in Henan Province, the People's Republic of China with limited liability under the Chinese corporate name "中原证券股份有限公司" and carrying on business in Hong Kong as "中州证券")

(Stock Code: 01375)

SUPPLEMENTARY ANNOUNCEMENT ON PROPOSED REDUCTION OF SHAREHOLDING IN THE COMPANY BY SHAREHOLDER

Reference is made to the announcement of Central China Securities Co., Ltd. (the "**Company**") dated 14 February 2019, in relation to the proposed reduction of shareholding in the Company by Bohai Industrial Investment Fund Management Co., Ltd.* (渤海產業投資基金管理有限公司) (holding the Company's A shares on behalf of Bohai Industrial Investment Fund *(渤海產業投資基金), "**Bohai Company**"), a substantial shareholder of the Company.

As confirmed by the Company with Bohai Company, as of 15 February 2019, Bohai Company has not decided the transferee of the transfer under agreement, so there is a substantial uncertainty in this proposed reduction of shareholding under agreement in the short-term.

After prudent consideration, Bohai Company further clarified this proposed reduction of shareholding as follows: reduce its shareholding in the Company by not more than 77,381,414 A shares by way of centralized bidding within 6 months after 15 trading days from 15 February 2019; reduce its shareholding in the Company by not more than 154,762,828 A shares by way of block trading within 6 months after 3 trading days from 15 February 2019. The total shareholding in the Company to be reduced shall not exceed 232,144,242 A shares (representing 6% of the total number of shares of the Company). Specifically, for centralized bidding transactions, the total number of shares to be reduced shall not exceed 1% of the total number of shares of the Company for any 90 consecutive days; for block trading, the total number of shares to be reduced shall not exceed 2% of the total number of shares of the Company for any 90 consecutive days.

Bohai Company will inform the Company in a timely manner after deciding the counterparty of the transfer under agreement and fulfill its information disclosure obligations in accordance with relevant regulations.

Currently, the Company is under normal business operations and the internal operation is stable, there is no major issue affecting the Company's normal production and operation.

By order of the Board of
Central China Securities Co., Ltd.
Jian Mingjun
Chairman

Henan, the PRC
15 February 2019

As at the date of this announcement, the Board comprises executive directors Mr. JIAN Mingjun and Mr. CHANG Junsheng, non-executive directors Mr. LI Xingjia, Mr. WANG Lixin, Mr. TIAN Shengchun, Mr. ZHANG Xiaoqi and Mr. LU Benson Cheng, and independent non-executive directors Mr. YUEN Chi Wai, Mr. NING Jincheng, Mr. YU Xugang and Ms. ZHANG Dongming.

* *For identification purposes only*