瀋陽公用發展股份有限公司
Shenyang Public Utility Holdings Company Limited

(a joint stock limited company incorporated in the People's Republic of China)

(Stock code: 747)

TERMINATION OF DISCLOSEABLE TRANSACTION

Reference is made to the announcement of Shenyang Public Utility Holdings Company Limited (the "**Company**") dated 20 December 2013 (the "**Announcement**") in relation to the acquisition of property in the PRC. Capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement unless otherwise stated.

As disclosed in the Announcement, Shenzhen Jinma Innovation Development Company Limited, a wholly-owned subsidiary of the Company (the "**Purchaser**") has entered into the Sale and Purchase Agreement with the Vendor in relation to the acquisition of an office premise with floor area of 5,000 square meters (the "**Property**"), being part of the commercial buildings, to be constructed on the land located in Yantian Baoshui Logistic Park in Shenzhen (the "**Land**"). Due to the change in development plan of the Land, the Vendor is unable to fulfil its obligations under the Sale and Purchase Agreement. Pursuant to the Sale and Purchase Agreement, in the event that the Vendor fails to deliver the Property to the Purchaser on or before 30 October 2014, the Purchaser has right to terminate the Sale and Purchase Agreement and the Vendor shall return all the consideration paid by the Purchaser pursuant to the Sale and Purchase Agreement with a compensation amount of RMB200,000 within 30 days therefrom.

On 10 March 2014, the Purchaser and the Vendor entered into the termination agreement (the "**Termination Agreement**") to terminate the Sale and Purchase Agreement with immediate effect. The Purchaser has paid a sum of RMB100 million as the part of the consideration of Acquisition to the Vendor. Pursuant to the Termination Agreement, such RMB100 million together with the compensation amount of RMB200,000 (the "**Outstanding Amount**") shall be returned to the Purchaser within 20 days upon the signing of the Termination Agreement.

The Board considers that the Termination Agreement is in the interests of the Company and Shareholders as a whole and has no material adverse impact on the existing business and/or the financial position of the Group.

By order of the Board of
Shenyang Public Utility Holdings Company Limited
Ma Zhong Hong
Chairman

Shenyang, PRC 10 March 2014

As at the date of this announcement, the executive directors of the Company are Mr. Ma Zhong Hong, Mr. Deng Xiao Gang and Mr. Huang Zhen Kun, the non-executive directors are Mr. Yin Zong Chen and Ms. Zhang Lei Lei and the independent non-executive directors are Mr. Wong Kai Tat, Mr. Wei Jie Sheng and Mr. Yu Guan Jian.