东方证券
DFZQ

(A joint stock company incorporated in the People's Republic of China with limited liability under the Chinese corporate name "东方证券股份有限公司" and carrying on business in Hong Kong as "東方證券" (in Chinese) and "DFZQ" (in English))

(Stock Code: 03958)

ANNOUNCEMENT ON TAKING EFFECT OF APPOINTMENT OF THE CHAIRMAN OF THE SUPERVISORY COMMITTEE

References are made to the announcement dated December 5, 2017 in relation to (among other things) the election of the Supervisory Committee, the circular dated January 29, 2018 (the "**Circular**") and the announcement of the poll results of extraordinary general meeting dated March 6, 2018 of 東方證券股份有限公司 (the "**Company**"). Unless otherwise defined herein, capitalized terms used in this announcement shall have the same meanings as those defined in the Circular.

The Company convened the first meeting of the fourth session of the Supervisory Committee on March 9, 2018, and elected Mr. Zhang Qian ("**Mr. Zhang**") as the chairman of the fourth session of the Supervisory Committee. The appointment of Mr. Zhang will be effective after the qualification of chairman of the Supervisory Committee as approved by the CSRC and shall hold his term of office to the expiry of the terms of the fourth session of the Supervisory Committee.

Recently, the Company has received the Reply of Approval on Qualification of Zhang Qian as a Chairman-level Officer of a Securities Company (Hu Zheng Jian Xu Ke [2018] No. 39) from Shanghai Securities Regulatory Bureau of the CSRC in relation to the approval on the qualification of Mr. Zhang as a chairman-level officer of a securities company, pursuant to which, the appointment of Mr. Zhang as the chairman of the fourth session of the Supervisory Committee has taken effect from the date of this announcement, and he shall hold his term of office to the expiry of the terms of the fourth session of the Supervisory Committee.

Please refer to the Circular for the biographical details of Mr. Zhang. Save as disclosed in this announcement and the Circular, there were no matters about Mr. Zhang need to be brought to the attention of the Shareholders.

By order of the Board of Directors
PAN Xinjun
Chairman

Shanghai, PRC
May 24, 2018

As at the date of this announcement, the Board of Directors comprises Mr. PAN Xinjun and Mr. JIN Wenzhong as executive Directors; Mr. LIU Wei, Mr. WU Junhao, Mr. CHEN Bin, Mr. LI Xiang, Ms. XIA Jinghan, Mr. XU Jianguo and Mr. DU Weihua as non-executive Directors; and Mr. XU Guoxiang, Mr. TAO Xiuming, Mr. WEI Anning, Mr. XU Zhiming and Mr. JIN Qinglu as independent non-executive Directors.