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Honma Golf Limited
本間高爾夫有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 6858)

ADOPTION OF MID-TERM DIVIDEND POLICY

This announcement is made by Honma Golf Limited (the "**Company**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the "**Board**") is pleased to announce that at a meeting of the Board held on June 7, 2018, the Board has approved the adoption of a mid-term dividend policy (the "**Mid-term Dividend Policy**").

Under the Mid-term Dividend Policy, the Company intends to distribute no less than 50% of the profit for the year attributable to the owners of the parent as dividend to its shareholders for the financial years ending March 31, 2019 and 2020, subject to the criteria as set out below.

The Company's future profit and its ability to pay such dividends are dependent upon, among other things, distributable profits, operating results, financial conditions and capital expenditure plans of the Company, as well as dividends received from its subsidiaries, which in turn, would depend on such subsidiaries' distributable profits, operating results, financial conditions, capital expenditure plans and other factors. The Company's ability to pay dividends is also subject to the requirements of the Cayman Islands law and the articles of association of the Company. Whilst the Mid-term Dividend Policy reflects the Board's current view on the Company's financial and cash flow position, such dividend policy does not amount to any guarantee, representation or indication that the Company must or will declare and pay dividends in such manner or at all. A decision to declare and pay any dividend would require the approval of the Board and will be at its discretion, subject to applicable laws. In addition, any final dividend for a financial year will be subject to shareholders' approval.

It is the policy of the Board, in recommending dividends, to allow shareholders to participate in the Company's profits and for the Company to maintain adequate cash reserves for future growth.

The Board will review the Mid-term Dividend Policy from time to time in light of the following factors in determining whether dividends are to be declared and paid: (i) the Company's operational results, (ii) the Company's cash flow situation, (iii) the Company's financial conditions, (iv) shareholders' interests, (v) general business conditions and strategies, (vi) the Company's capital expenditure requirements, (vii) payment by the Company's subsidiaries of cash dividends to the Company, and (viii) other factors the Board may deem relevant.

For and on behalf of the Board
Honma Golf Limited
本間高爾夫有限公司
LIU Jianguo
Chairman of the Board

June 7, 2018

As at the date of this announcement, the executive directors of the Company are Mr. LIU Jianguo (Chairman), Mr. ITO Yasuki, Mr. MURAI Yuji and Mr. ZUO Jun; the non-executive director is Mr. YANG Xiaoping; and the independent non-executive directors of the Company are Mr. LU Pochin Christopher, Mr. WANG Jianguo and Mr. XU Hui.