Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

中国创新支付集团
CHINA INNOVATIONPAY GROUP

China Innovationpay Group Limited
中國創新支付集團有限公司
(Incorporated in Bermuda with limited liability)
(Stock Code: 8083)

FURTHER DELAY IN DESPATCH OF THE CIRCULAR

Reference is made to (i) the announcement of the Company dated 28 March 2017 in relation to, among others, the Acquisition, the SM Placing and the Whitewash Waiver ("**Announcement**"); (ii) the announcement of the Company dated 8 April 2017 in relation to, among others, the continuing connected transactions of the Company; (iii) the announcement of the Company dated 11 April 2017 in relation to the formation of the Independent Board Committee and the appointment of Independent Financial Adviser; and (iv) the announcement of the Company dated 26 April 2017 in relation to the delay in despatch of the Circular ("**Delay in Despatch Announcement**"). Capitalised terms used in this announcement shall have the same meanings as defined in the Announcement and the Delay in Despatch Announcement.

As stated in the Delay in Despatch Announcement, it was the intention of the Company to despatch the Circular no later than 31 May 2017. As additional time is required to update and finalise (i) the financial information of the Target Group for the year ended 31 December 2016; (ii) the pro forma financial information and the letter from the Independent Financial Adviser to be included in the Circular; and (iii) the confirmation letter in accordance with Rule 10.11 of the Takeovers Code in relation to the Group and Youzan respectively, it is expected that the despatch date of the Circular will be postponed to a date no later than 30 June 2017.

The Company has applied to the Executive for a waiver from strict compliance with Rule 8.2 of the Takeovers Code by extending the despatch date of the Circular to no later than 30 June 2017 and the Executive has indicated that it is minded to grant consent to such waiver application.

As each of Completion and SM Placing Completion is subject to fulfillment or waiver (as the case may be) of the conditions precedent to each the Sale and Purchase Agreement and the SM Placing Agreement respectively, the Acquisition and the SM Placing may or may not proceed. Shareholders and potential investors of the Company should exercise caution when dealing in the Shares.

By Order of the Board
China Innovationpay Group Limited
Guan Guisen
Chairman

Hong Kong, 31 May 2017

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Guan Guisen, Mr. Cao Chunmeng and Mr. Yan Xiaotian; and three independent non-executive Directors, namely Dr. Fong Chi Wah, Mr. Wang Zhongmin and Mr. Gu Jiawang.

All Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omissions of which would make any statement in this announcement misleading.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of the GEM website for at least 7 days from the date of its posting and on the Company's website at www.innovationpay.com.hk.