



Boyuan Holdings Limited

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BHL ANNOUNCES SALE OF CHINA DEVELOPMENT

- **BHL to sell Jiaxing Project**
- **Transaction consistent with strategy to focus on Australian market**
- **Proceeds used to fund local opportunities**

Property group, Boyuan Holdings Limited, (**ASX: BHL**) today announced the proposed sale of its major development project in China with proceeds being used to finance BHL's growing operations in the Australian property market.

The residential and commercial mixed-use development in the Jiaxing, Zhejiang Province in China has been the Group's main driver of the business to date.

The Jiaxing Project was developed over two phases and includes 758 units with overall floorage of 120,000 square metres.

Phase 1, comprising three buildings and underground car parking, was completed in 2013 with overall floorage of 38,300 square metres. The majority of the retail units and apartments have been sold.

Phase 2, comprising seven buildings and an underground car park, was completed in 2016 with overall floorage of 39,400 square metres. High-end leaseholders include retail outlets, banks, cinemas and hotels.

BHL's Chief Executive Officer, Caden Wan said the group had agreed to sell the mixed-use development to the Zhejiang JiaYuan Real Estate Group for 85 million RMB (approx. AUD\$16.1 million). The transaction is subject to BHL shareholder approval and is expected to complete in late October/early November 2017. The transaction will also see the repayment of a 130 million RMB receivable (approx. AUD\$24.6 million) owed to BHL from Hong Kong Jiayuan Investments Limited.

"As we have previously indicated publicly, BHL's focus is now on the Australian property market and the completion of Jiaxing project means that the Group will no longer undertake any developments in China," Mr Wan said.

"The proceeds from the sale will be deployed to BHL's operations in Australia and provide us with additional capital and financial flexibility to be utilised in the local market.

“BHL is firmly focused on Australia and having made good progress with our local property developments, we will be pro-actively pursuing attractive opportunities in other sectors, which will diversify our investment portfolio and grow our asset base for the company and our shareholders.”

About Boyuan

Boyuan Holdings Limited is an ASX-listed property development company (ASX: BHL). The Group’s existing operations are located in Jiaxing, Zhejiang Province, China, where the Group is focused on developing and operating a mixed-use commercial and residential property.

In Australia, BHL is focused on developing residential sites at Pokolbin and Austral and residential/commercial sites at Bringelly and Marsden Park as well as a number of alternative property strategies including retirement living and hotels.

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