



PRESS RELEASE

26 March 2014

CITIC Pacific in Discussion to Acquire 100 Percent of CITIC Limited

- Proposed transaction would give shareholders of CITIC Pacific direct exposure to the largest multi-industry conglomerate in China
- A comprehensive evaluation process is being carried-out by the Board to assess the opportunity

CITIC Pacific (the “Company”) today announced that it has signed a framework agreement and is in discussion with its parent company, CITIC Group, to acquire 100% of CITIC Limited, the main operating entity of CITIC Group. The proposed transaction would provide an exciting opportunity for CITIC Pacific investors to access and enjoy, in its entirety for the first time, a business that has evolved to be the largest multi-industry conglomerate in China.

CITIC Group is ranked 172 in the Fortune Global 500 in 2013. CITIC Limited, substantially all of the assets of CITIC Group, has a diverse set of businesses that include many leaders in their fields. At 31 December 2013, the unaudited combined total equity of CITIC Limited (excluding CITIC Pacific) attributable to its equity shareholders was approximately RMB 225 billion. CITIC Limited is run by an experienced management team with a strong track record of using creativity and innovation to take advantage of China’s evolution and development to capture growth opportunities.

The proposed transaction is pending a comprehensive evaluation by the Board of CITIC Pacific and if taken further would require the majority approval of the Company’s independent shareholders. It is expected that the consideration will consist of both cash and new shares to be issued and allotted by the Company. Subject to a definitive sale and purchase agreement, the consideration shares are expected to be issued at HK\$13.48 per share, a premium of approximately 25.86% to the average closing price for the 60 consecutive trading days up to and including the last trading day.

Chang Zhenming, Chairman of CITIC Pacific, said: “The Board believes the proposed transaction would greatly increase the breadth and scale of our business, providing an enlarged asset and capital base from which to improve our competitiveness and capture growth opportunities in China. We also foresee the potential for greater resource sharing and synergies to enhance operational efficiency.”

“Hong Kong has been our home for nearly 30 years, and as a leading international financial centre has supported the growth of our business. With its established legal framework, high governance

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standards, international connectivity and strong talent pool, Hong Kong remains the ideal place for the next phase of our development and we are deeply committed to this market," Chang Zhenming added.

For further information, please refer to the full announcement filed on the Hong Kong Stock Exchange. An application has been made by the Company to the Stock Exchange for the trading in the shares of the Company to resume from 9am on 27 March 2014.

About CITIC Pacific:

CITIC Pacific Limited (267.HK), listed in Hong Kong, is a constituent of the Hang Seng Index, and is 58% owned by CITIC Group Corporation. It is a diversified company with its main businesses in special steel, iron ore and property development in mainland China. Its businesses embrace world-class technology and strive for international best practices. CITIC Pacific is strongly committed to long-term business success and lasting shareholder value.

About CITIC Limited:

CITIC Limited is the largest multi-industry conglomerate in China, with businesses covering finance, property, infrastructure, energy and resources, project contracting, manufacturing and a number of other sectors. CITIC Group is ranked 172 in the Fortune Global 500 in 2013. CITIC Limited, substantially all of the assets of CITIC Group, comprises many companies that are leaders in their fields, including CITIC Bank, CITIC Securities, CITIC Trust, CITIC Construction, CITIC Heavy Industries, CITIC Resources and CITIC Real Estate.

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