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Evershine Group Holdings Limited

永耀集團控股有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 8022)

LEASE OF LAND FOR THE CEMETERY

Reference is made to the circular of the Company dated 7 November 2015 (the “**Circular**”) in relation to, among others, the major transaction on the part of the Company involving the Acquisition of the entire issued share capital of Fortune Ford Limited. Unless the context requires otherwise, capitalised terms used herein shall bear the same meanings as defined in the Circular.

As a result of the completion of the Acquisition as announced on 30 November 2015, the Operating Company becomes an indirect non-wholly owned subsidiary of the Company. As disclosed in the Circular, the Operating Company is principally engaged in the construction and operation of the Cemetery in Zhecheng County, Henan Province, the PRC.

The Board is pleased to announce that for the purpose of business development of the Cemetery, the Operating Company has on 18 February 2016 entered into a lease agreement (the “**Lease Agreement**”) with an Independent Third Party (the “**Lessor**”). Pursuant to the Lease Agreement, the Lessor agrees to lease and the Operating Company agrees to rent the land (the “**Adjacent Land**”) with land area of approximately 82.9 Mu located at Zhecheng County, Henan Province, the PRC for a term of 20 years commencing from 1 January 2016. The Operating Company shall have the right to renew the term of the Lease Agreement for 20 years upon the expiry of the initial term and shall have the right to further renew the Lease Agreement for an additional term of 10 years upon expiry of that subsequent term. As long as the Operating Company complies with the terms of the Lease Agreement, the Lessor shall not object the renewal of the Lease Agreement.

The rental for the Adjacent Land shall be RMB5,000 per Mu per annum for the first 54 months during the term of the Lease Agreement and shall be RMB4,500 per Mu per annum for the remaining term of the Lease Agreement.

The Operating Company shall prepay the Lessor the rental fee for the Adjacent Land up to 30 June 2020 in the sum of RMB1,865,250 within three working days after the entering into of the Lease Agreement. The subsequent rental shall be payable in advance by the Operating Company to the Lessor in installments once for every five years.

The Adjacent Land is located south and is adjacent with the Land in which the Cemetery is currently situated.

The rental under the Lease Agreement was negotiated on an arm's length basis and determined with reference to, among other things, the market rate. The Lease Agreement is on normal commercial terms and arrived at after arm's length negotiations between the parties. The Lease Agreement is entered into by the parties thereto in the ordinary course of business of the Group and is of revenue in nature.

The Directors (including the independent non-executive Directors) are of the view that the entering into of the Lease Agreement provides a good opportunity for the future business development of the Cemetery and the terms of the Lease Agreement are on normal commercial terms and are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

By Order of the Board
Evershine Group Holdings Limited
Lau Yu
Chairman and Executive Director

Hong Kong, 18 February 2016

As of the date hereof, the executive Directors are Mr. Lau Yu, Ms. Ang Lai Kuen and Mr. Bülent Yenil (Mr. Hung Tat Chi Alan as alternate Director); and the independent non-executive Directors are Ms. Lam Yuk Ying, Elsa, Mr. Liu Kwong Sang and Ms. Choy So Yuk, BBS, JP.

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 at www.hkgem.com for at least seven days from the date of its publication and on the website of the Company at <http://www.8022hk.com>.