

Stock code: 601992	Stock short name: BBMG	No.: Lin 2016-073
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BBMG CORPORATION
ANNOUNCEMENT ON IMPLEMENTATION
RESULTS OF THE MATTERS IN RELATION TO
THE CAPITAL INCREASE AND EQUITY
ACQUISITION OF JIDONG DEVELOPMENT
GROUP CO., LTD.

The board of Directors and all directors of the Company warrant that there are no false representations, misleading statements or material omissions contained in the contents of this announcement, and jointly and severally accept responsibility for the truthfulness, accuracy and completeness of its contents.

On 31 May 2016, the seventh meeting of the Fourth Session of the board of Directors and the fifth meeting of the Fourth Session of the supervisory board of BBMG Corporation* (hereinafter referred to as the “**Company**”) considered and approved the “Resolution on the Capital Increase and Equity Acquisition of Jidong Development Group Co., Ltd.” (《關於對冀東發展集團有限責任公司增資並收購股權的議案》) and it is agreed that the Company shall subscribe the new registered capital of RMB1,239,752,040 of Jidong Development Group Co., Ltd.* (冀東發展集團有限責任公司) (hereinafter referred to as “**Jidong Development Group**”) at the consideration of RMB4,750,000,000 in cash, and acquire 10% equity interests in Jidong Development Group held by Zhongtai Trust Co., Ltd.* (中泰信託有限責任公司) (hereinafter referred to as “**Zhongtai Trust**”) at the consideration of RMB475,000,000 in cash (collectively referred to as “**The Transaction**”). On the same day, the Company entered into the “Capital Increase Agreement of Jidong Development Group Co., Ltd.” (《關於冀東發展集團有限責任公司之增資擴股協議》) (hereinafter referred to as the “**Capital Increase Agreement**”) with State-owned Assets Supervision and Administration

Commission of Tangshan* (唐山市人民政府國有資產監督管理委員會) and Jidong Development Group, as well as the “Equity Transfer Agreement of Jidong Development Group Co., Ltd.” (《關於冀東發展集團有限責任公司之股權轉讓協議》) with Zhongtai Trust.

Pursuant to the above resolution and agreements, after the completion of The Transaction, the Company will hold 55% equity interests and thus become a controlling shareholder of Jidong Development Group and an indirect controlling shareholder of Tangshan Jidong Cement Co., Ltd.* (唐山冀東水泥股份有限公司) (hereinafter referred to as “**Jidong Cement**”) and Tangshan Jidong Equipment and Engineering Co., Ltd.* (唐山冀東裝備工程股份有限公司) (hereinafter referred to as “**Jidong Equipment**”), both are A-share listed companies. In order to avoid triggering a general offer to acquire the shares of Jidong Cement and Jidong Equipment under the requirements of Measures for the Administration of the Takeover of Listed Companies (上市公司收購管理辦法), the Capital Increase Agreement is conditional upon the proportion of shares in Jidong Cement and Jidong Equipment held by Jidong Development Group reducing to not more than 30% (for details, please refer to the “Announcement of BBMG Corporation on the Capital Increase and Equity Acquisition of Jidong Development Group Co., Ltd.” (《北京金隅股份有限公司關於對冀東發展集團有限責任公司增資並收購股權的公告》) (Announcement No.: Lin 2016-041) published on China Securities Journal, Shanghai Securities News, Securities Times, Securities Daily and the website of Shanghai Stock Exchange (www.sse.com.cn) by the Company on 1 June 2016).

On 30 May 2016, Jidong Development Group and Tangshan State-owned Capital Operation Co., Ltd.* (唐山國有資本運營有限公司) (hereinafter referred to as “**Tangshan State-owned Capital**”) entered into the “Share Transfer Agreement of Tangshan Jidong Cement Co., Ltd.” (《關於唐山冀東水泥股份有限公司的股份轉讓協議》). Jidong Development Group intended to transfer 100,836,212 shares held in Jidong Cement, representing 7.48% of the total number of shares in Jidong Cement, to Tangshan State-owned Capital by way of agreement (for details, please refer to the relevant announcement published on China Securities Journal, Securities Times and the website of CNINFO

(www.cninfo.com.cn) by Jidong Cement on 31 May 2016). On 15 June 2016, Jidong Development Group and Tangshan State-owned Capital entered into the “Share Transfer Agreement of Tangshan Jidong Equipment and Engineering Co., Ltd.”(《關於唐山冀東裝備工程股份有限公司的股份轉讓協議》)。Jidong Development Group intended to transfer 26,148,422 shares held in Jidong Equipment, representing 11.52% of the total number of shares in Jidong Equipment, to Tangshan State-owned Capital by way of agreement (for details, please refer to the relevant announcement published on Securities Daily, Securities Times and the website of CNINFO (www.cninfo.com.cn) by Jidong Equipment on 16 June 2016).

On 18 July 2016, Jidong Development Group received the “Approval on Matters in relation to the Transfer of Certain Shares in Tangshan Jidong Cement Co., Ltd. and Tangshan Jidong Equipment & Engineering Co., Ltd. Held by Jidong Development Group Co., Ltd. by Way of Agreement”(Guo Zi Chan Quan [2016] No. 702) (《關於冀東發展集團有限責任公司協議轉讓所持部分唐山冀東水泥股份有限公司和唐山冀東裝備工程股份有限公司股份》(國資產權[2016]702號)) issued by the State-owned Assets Supervision and Administration Commission of the State Council, and it is agreed that 100,836,212 shares of Jidong Cement and 26,148,422 shares of Jidong Equipment held by Jidong Development Group were transferred to Tangshan State-owned Capital. Upon the completion of the Share Transfer, there will be no change in the total share capital of Jidong Cement and Jidong Equipment where Jidong Development Group will hold 404,256,874 shares and 68,099,999 shares in Jidong Cement and Jidong Equipment, respectively, both representing approximately 30% of the total share capital; Tangshan State-owned Capital will hold 100,836,212 shares and 26,148,422 shares in Jidong Cement and Jidong Equipment respectively, representing 7.48% and 11.52% of the total share capital, respectively (for details, please refer to the “Announcement of BBMG Corporation on Progress of the Matters in Relation to the Capital Increase and Equity Acquisition of Jidong Development Group Co., Ltd.” (《北京金隅股份有限公司關於對冀東發展集團有限責任公司增資並收購股權事宜進展公告》) (Announcement No.: Lin 2016-059) published on China Securities Journal, Shanghai Securities News, Securities Times, Securities Daily and

the website of Shanghai Stock Exchange (www.sse.com.cn) by the Company on 20 July 2016).

On 27 July 2016, Jidong Cement received the Confirmation Letter for Securities Transfer and Registration (《證券過戶登記確認書》) issued by China Securities Depository and Clearing Co., Ltd., and the transfer and registration procedures in relation to the transfer of 100,836,212 shares held by Jidong Development Group in Jidong Cement (representing 7.48% of the entire share capital of the company) to Tangshan State-owned Capital were completed on 26 July 2016 (for details, please refer to relevant announcement published on China Securities Journal, Securities Times and the website of CNINFO (www.cninfo.com.cn) by Jidong Cement on 28 July 2016). On 5 September 2016, Jidong Equipment received the Confirmation Letter for Securities Transfer and Registration (《證券過戶登記確認書》) issued by China Securities Depository and Clearing Co., Ltd., and the transfer and registration procedures in relation to the transfer of 26,148,422 shares held by Jidong Development Group in Jidong Equipment (representing 11.52% of the entire share capital of the company) to Tangshan State-owned Capital were completed on 2 September 2016 (for details, please refer to relevant announcement published on Securities Daily, Securities Times and the website of CNINFO (www.cninfo.com.cn) by Jidong Equipment on 6 September 2016).

On 15 August 2016, the “Resolution on the Capital Increase and Equity Acquisition of Jidong Development Group Co., Ltd.” (《關於公司對冀東發展集團有限責任公司增資並收購股權的議案》) was considered and approved on the 2016 First Extraordinary General Meeting of the Company and The Transaction was approved accordingly (for details, please refer to the “Announcement of BBMG Corporation on Resolutions Adopted at The 2016 First Extraordinary General Meeting” (《北京金隅股份有限公司 2016 年第一次臨時股東大會決議公告》) (Announcement No.: Lin 2016-066) published on China Securities Journal, Shanghai Securities News, Securities Times, Securities Daily and the website of Shanghai Stock Exchange (www.sse.com.cn) by the Company on 16 August 2016).

On 8 September 2016, Jidong Development Group received the “Written Reply on Matters in Relation to the Indirect Transfer of Tangshan Jidong Cement Co., Ltd. and Tangshan Jidong Equipment & Engineering Co., Ltd.” (Guo Zi Chan Quan [2016] No. 1023) (《關於唐山冀東水泥股份有限公司和唐山冀東裝備工程股份有限公司間接轉讓有關問題的批復》(國資產權[2016]1023 號)) issued by the State-owned Assets Supervision and Administration Commission of the State Council, and matters in relation to the capital increase of Jidong Development Group was approved by the State-owned Assets Supervision and Administration Commission of the State Council. Upon the completion of capital increase, Jidong Development Group shall cease to be qualified as a state-owned shareholder under the defined conditions and it is agreed that the mark of “SS” on its security account is removed accordingly (for details, please refer to the “Announcement of BBMG Corporation on Progress of the Matters in Relation to the Capital Increase and Equity Acquisition of Jidong Development Group Co., Ltd.” (《北京金隅股份有限公司關於對冀東發展集團有限責任公司增資並收購股權事宜進展公告》) (Announcement No.: Lin 2016-073) published on China Securities Journal, Shanghai Securities News, Securities Times, Securities Daily and the website of Shanghai Stock Exchange (www.sse.com.cn) by the Company on 9 September 2016).

On 19 September 2016, the Company received the “Notice of Review Result (Shang Fan Long Shen Cha Han [2016] No. 72) ” (《審查決定通知》(商反壟審查函[2016]第72號)) issued by the Anti-Monopoly Bureau of the Ministry of Commerce, stating that the Anti-Monopoly Bureau of the Ministry of Commerce has examined and it will not prohibit the acquisition in respect of the equity of Jidong Development Group, and it shall be effective immediately on the date indicated (for details, please refer to the “Announcement of BBMG Corporation on Receiving the Notice of the Review Result from the Anti-Monopoly Bureau of the Ministry of Commerce” (《北京金隅股份有限公司關於收到商務部反壟斷局<審查決定通知>的公告》) (Announcement No.: Lin 2016-075) published on China Securities Journal, Shanghai Securities News, Securities Times, Securities Daily and the website of Shanghai Stock Exchange (www.sse.com.cn) by the Company on 20 September 2016).

On 11 October 2016, Jidong Development Group went through the formalities for the change of the registration in respect to additional registered capital and equity transfer, and has received the business license, after which, the implementation of The Transaction was completed.

The registered capital and shareholding structure of Jidong Development Group as registered in registration office are as follows:

Name of shareholders	Capital injected (RMB in ten thousands)	Percentage of capital injected (%)
BBMG Corporation	136,372.7244	55
State-owned Assets Supervision and Administration Commission of Tangshan* (唐山市人民政府 國有資產監督管理委員會)	111,577.6836	45
Total	247,950.4080	100

Notice is hereby given.

The Board of Directors of BBMG Corporation

12 October 2016