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Pizu Group Holdings Limited

比優集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8053)

VOLUNTARY ANNOUNCEMENT FORMATION OF JOINT VENTURE IN TAJIKISTAN FOR PRODUCTION AND SALE OF CIVIL EXPLOSIVES

Reference is made to the announcement of Pizu Group Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 19 October 2015 in relation to formation of joint venture in Tajikistan. The board (the “**Board**”) of directors (the “**Directors**”) of the Company is pleased to announce that, after obtaining the approval of the government of Tajikistan, the joint venture company (the “**Joint Venture Company**”) of the name “KM Muosir Limited Liability Company” with the business scope of production and sale of civil explosives has been established on 20 March 2017.

The statutory capital of the Joint Venture Company is TSJ 45,800,000 (equivalent to about US\$5,000,000). The shareholders of the Joint Venture Company are Pizu International Limited (“**PIL**”) (a wholly owned subsidiary of the Company) and a local business partner in Tajikistan which own 50.01% and 49.99% of the statutory capital respectively. PIL will contribute its investment in the Joint Venture Company within one year.

As mentioned in the announcement of the Company dated 19 October 2015, the formation of the Joint Venture Company would enable the Group to venture its production and sales of civil explosives into Central Asia, to take the advantage of the “Belt and Road” policy and to capture the rapid growth of demand for civil explosives in Tajikistan and neighbouring countries in Central Asia arising from development of mining industry and infrastructure projects which can in turn broaden the source of revenue of the Group.

By order of the Board
Pizu Group Holdings Limited
Mr. Ma Qiang
Chairman

Hong Kong, 30 March 2017

As at the date of this announcement, the Board comprises nine Directors. The executive Directors are Mr. Ma Qiang (Chairman), Mr. Xiong Zeke (Chief Executive Officer), Mr. Liu Fali (Chief Operating Officer), Mr. Ding Baoshan, Ms. Qin Chunhong and Mr. Ma Tianyi, and the independent non-executive Directors are Mr. Enhe Bayaer, Ms. Zhang Lin and Ms. Liu Talin.

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 Company’s website at www.pizugroup.com