

In the Lawsuit the Plaintiff claimed for: (i) ruling that the Defendants shall hand over the original business license and its copies, license for opening accounts, common seal, stamp for financial affairs, stamp of the legal person and stamp for contract of Beijing Zhongwei to the Plaintiff; (ii) ruling that the Defendants shall hand over the accounting books and records, financial information, original vouchers and related contracts of Beijing Zhongwei from its establishment date, being 25 November 2014, to the date when the handover to the Plaintiff is actually completed; (iii) ruling that the Defendants shall hand over the premise leased by Beijing Zhongwei which is located at Unit 1, 15th Floor, Tower E2, Oriental Plaza, No.1 Dong Chang An Avenue, Dong Cheng District, Beijing to the Plaintiff; and (iv) ruling that the Defendants shall be liable for costs of the Lawsuit.

On 15 August 2016, the People's Court of Dongcheng District Beijing Municipality informed the Plaintiff that the Lawsuit met statutory prosecution conditions and was formally registered.

Further announcement(s) will be made by the Company as and when appropriate to keep its shareholders and potential investors informed of the material developments in this matter.

At the request of the Company, trading in the shares of the Company on the Stock Exchange of Hong Kong Limited has been suspended from 9:00 a.m. on 4 July 2016 pending the publication of an announcement in relation to the annual results for the year ended 31 March 2016.

By order of the Board
China Health Group Limited
Weng Yu
Executive Director

Hong Kong, 1 September 2016

As at the date of this announcement, the Board comprises four executive directors, namely, Mr. Weng Yu, Mr. Wang Yongqing, Mr. Chung Ho and Mr. Wang Jingming; twelve non-executive directors, namely, Mr. Ying Wei, Mr. Zhang Song, Ms. Wei Changying, Mr. Pei Kewei, Mr. Xing Yong, Mr. Wang Zili, Ms. Wang Fang, Mr. Yang Cheng, Mr. Wang Xiaolin, Mr. Huang Bin, Mr. Wang Yuexiang and Ms. He Lijuan; and six independent non-executive directors, namely, Mr. Xiao Zuhe, Mr. Wang Qingyou, Mr. Zou Lian, Ms. Yang Huimin, Mr. Liang Qi and Mr. Xin Hua.