

[For Immediate Release]**CNTD to Acquire Lenovo Mobile (Wuhan) for RMB300 Million**

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**Leverages Strong Support from China Development Bank
A Boost for Developing a Quality Industrial Zone for Integrated Circuits
and Complementary Industry Sectors**

(Hong Kong, 28 November 2017) – **China New Town Development Company Limited** (the “**Company**” or “**CNTD**,” HKEX: 1278.HK) is pleased to announce the Company’s agreement to acquire the entire equity interest in Lenovo Mobile Communication Software (Wuhan) Limited (“**Lenovo Mobile (Wuhan)**”) from Lenovo Group Limited (992.HK) at a consideration of RMB300 million. The Company intends to leverage the resources advantage of the China Development Bank family, to facilitate a property project for the establishment of the Lenovo (Wuhan) Industrial Base located in the Donghu Optical Valley High-tech Development Zone of Wuhan, the PRC (“**the Target Project**”). By investing in these excellent integrated circuit industry and complementary sectors’ assets within the district, the Company believes it can generate a stable cash flow and gain significant revenue from value appreciation of the assets.

According to the relevant Equity Interest Transfer and Framework Agreement, CNTD will establish an RMB1.31 billion investment fund and will contribute RMB192 million as a limited partner. A subsidiary of the Company is expected to act as a general partner of the fund. Once the fund is established, it will, pursuant to the agreement, acquire 80% equity interest in Lenovo Mobile (Wuhan) and be responsible, from the acquisition, the liabilities and construction costs in the amount of approximately RMB620 million and RMB320 million respectively incurred by Lenovo Mobile (Wuhan).

Lenovo Mobile (Wuhan), which is to be acquired by the Company, has a business scope encompassing software technology development, the manufacturing and sale of communication equipment, leasing of self-owned property, etc. The Target Project is located within the Donghu Optical Valley High-tech Development Zone of Wuhan, which is a national high-tech park and in particular, one of the nation’s most influential industrial parks in the fields of opto-electronics and semiconductors. Wuhan is the regional center in Central China and is a strategically important base for industry as well as science and research.

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After successfully acquiring the Target Project and completing its development, CNTD intends to consolidate the strategic resources of China Development Bank Corporation and introduce top-notch enterprises mainly from the integrated circuit and complementary sectors into the project, ensuring the solid ramp-up of the Target Project. The Company would also leverage the investment capabilities of various business segments within the China Development Bank Corporation aiming to attract enterprises with expansion and upgrade needs to move into the Target Project, thereby ensuring the quality of potential tenants of the project, to increase rental yield, and to create maximum shareholder value.

At the same time, with a strategy of developing headquarters property projects targeting first the integrated circuit industry and complementary sectors using its own and China Development Bank's resources, the Company has explored and built up a reserve of such projects in first- and second-tier cities across China. the Company will draw on the collective investment capability of all business arms of China Development Bank to attract local enterprises ready to expand and upgrade the project in order to enhance its operational efficiency and revenue.

As an important step made by CNTD in pursuing development in the Integrated Circuit Industry Park, the acquisition will give the Company a solid foundation to grow in the Industry Park.

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About China New Town Development Company Limited (“CNTD”)
(HKEX: 1278.HK)

China New Town is the only listing platform for the urbanisation business of China Development Bank (“CDB”), China’s largest financial institution engaged in the business of urban development. Since China Development Bank Capital Corporation (“CDB Capital”) became the controlling shareholder of the Company in 2014, the Company has capitalised on this strong shareholder background and its expertise in urbanisation policy to re-optimize its business model, expanding the scope of its business from primary land development exclusively to include investment, development and operation of urbanisation projects across China. The Company has participated in numerous projects including the Junzhuang Project in Beijing Mentougou District, Shanghai Luodian New Town, Nanjing Yuhuatai Twin Bridges and Yangzhou Airport City. It has also found strategic cooperative partners including the National IC Industry Fund, Vanke and Shenzhen Capital Group, etc. As at 30 September 2017, the Company had a portfolio of RMB1.795 billion fixed income investments in aggregate, with an annualized average ROI at 12.4%, reflecting its improving financial status. In the first half of 2017, profit attributable to equity holders of the parent was approximately RMB117 million.

Looking ahead, riding on the resource and brand advantages of its controlling shareholder CDB and CDB’s subsidiaries and member companies, the Company will focus on China’s core economic regions such as the Yangtze River Delta and Beijing-Tianjin-Hebei region and will continue to broaden and enrich its fixed income investment portfolio for urbanisation. It will also devote itself to develop and create urbanisation projects in relation to education, elderly care, tourism and medical and healthcare through collaboration with quality partners such as Vanke, with the aim to reinforce its leading position and brand in the industry.

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