

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



China Animal Healthcare Ltd.

中國動物保健品有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 0940)

CLARIFICATION ANNOUNCEMENT

(1) INSIDE INFORMATION;

AND

(2) CONTINUAL SUSPENSION OF TRADING

This announcement is made by China Animal Healthcare Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions (as defined under the Listing Rules) and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement of the Company dated 28 December 2015 (the “**Announcement**”) in relation to, among other things, the Incidents. Unless the context otherwise requires, capitalised terms used in this announcement shall have the same meanings as defined in the Announcement and the Previous Announcements (as defined in the Announcement).

(1) INSIDE INFORMATION

The Board wishes to clarify in relation to the Incident disclosed in the Announcement as follows:

1. the Announcement disclosed that the Incident caused the loss of all original financial documents of the Group for the four financial years ended 31 December 2014 and for the current year. In fact, the Lost Documents are only limited to the financial documents of the Group stored in Shijiazhuang, and do not include those stored in Inner Mongolia and Shanxi. There are altogether three documents storage centres of the Group - Shijiazhuang (where financial documents relating to the Group's chemical drugs are stored) and Inner Mongolia and Shanxi (where financial documents relating to the Group's vaccine products are kept). Therefore, the relevant information of the vaccine manufacturing enterprises of the Group are not affected by the Incident and the production and business operations of vaccine products are being carried out normally;
2. the lost Truck as mentioned in the Announcement in fact refers to a small commercial vehicle (廂貨車), as opposed to a large vehicle which the description in the Announcement seemed to suggest; and
3. the Group is actively searching for the Lost Documents and is at the same time looking for and trying to obtain other information or documents that could to the possible extent reflect or support the financial information contained in the Lost Documents.

(2) CONTINUAL SUSPENSION OF TRADING

At the request of the Company, the shares of the Company have been suspended from trading on the Stock Exchange from 9 a.m. on 30 March 2015 pending the publication of the 2014 annual results. Dealing in the shares will continue to be suspended until further notice.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
China Animal Healthcare Ltd.
Wang Yangang
*Chairman, Executive Director
and Chief Executive Officer*

Hong Kong, 30 December 2015

As at the date of announcement, the executive Directors are Mr. Wang Yangang, Mr. Li Jun and Ms. Song Yanmei; non-executive Directors are Mr. Alberto Riva, Dr. Ying Du and Mr. Goh Kay Seng Edwin; and the independent non-executive Directors are Mr. Cai Huiyi, Mr. Liu Zhanmin and Mr. Zhang Suqiang.

** For identification purpose only*