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## **Hidili Industry International Development Limited**

### **恒鼎實業國際發展有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 01393)**

## **IMPLEMENTATION OF THE RESTRUCTURING AND THE ONSHORE RESTRUCTURING**

This announcement is made by Hidili Industry International Development Limited (the “**Company**”) pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap.571 of the Laws of Hong Kong).

References are made to the announcements of the Company dated 30 October 2015, 4 November 2015, 14 December 2015, 11 March 2016, 22 April 2016, 18 January 2017, 13 July 2020, 30 April 2021, 1 November 2021, 28 January 2022, 4 February 2022, 9 February 2022, 28 April 2022, 16 May 2022, 24 May 2022, 6 June 2022, 16 June 2022, 20 June 2022, 13 July 2022, 30 September 2022, 23 November 2022, 3 January 2023 and 6 March 2023 (the “**Restructuring Announcements**”) in relation to the offshore debt restructuring of the Company (the “**Restructuring**”). Unless otherwise defined, capitalised terms in this announcement will have the same meanings as those defined in the Restructuring Announcements and/or the Scheme.

## **SUCCESSFUL IMPLEMENTATION OF THE RESTRUCTURING**

The Company is pleased that it has now successfully implemented the Restructuring and discharged all the obligations under the Notes with effect from the Restructuring Effective Date.

On the Restructuring Effective Date, the Company has completed:

- (i) the issue and allotment of 927,605,139 Scheme Shares to the Initial Participating Scheme Creditors, 939,104,531 Scheme Shares to the Creditor SPV and 410,106,713 Scheme Shares to the Scheme Consideration Trustee;
- (ii) the distribution of the Cash Payment to the Initial Participating Scheme Creditors and the Scheme Consideration Trustee in accordance with the terms of the Scheme;

- (iii) the distribution of an amount equal to 25% of the Original ZCB Principal Amount (as defined in the announcement dated 3 January 2023) in cash to the Initial Participating Scheme Creditors and the Scheme Consideration Trustee; and
- (iv) the issue of the Zero-coupon Bonds (representing 75% of the Original ZCB Principal Amount) to the Initial Participating Scheme Creditors and the Scheme Consideration Trustee.

As disclosed in the announcement dated 3 January 2023, the Company shall pay the remaining 75% of the Original ZCB Principal Amount to the Participating Scheme Creditors on a pro rata basis by reference to the amount of their Scheme Claims on or before 30 April 2023 and 30 June 2023, respectively.

The Company has also issued the New USD Senior Notes on the Restructuring Effective Date in the aggregate principal amount of US\$78,800,000 to the Creditor SPV which will hold the same for the benefit of the SPP Participants in accordance with the terms of the SPP Deed.

Scheme Creditors are reminded that the Bar Date (being at 5:00 p.m. Hong Kong time on 30 June 2023, the equivalent being 5:00 a.m. New York time on 30 June 2023) is the final deadline for submission to the Information Agent of the documentation necessary to receive the Scheme Consideration under the Scheme. Any Scheme Creditor that has not already done this should refer to the Scheme Website and, in particular, the Solicitation Packet for further details.

The Final Distribution Date for distribution of the Scheme Consideration to the Participating Scheme Creditors (other than Initial Participating Scheme Creditors) will occur on 14 July 2023.

The Company would like to highlight that the Company's fulfilment of all the conditions on the Restructuring Effective Date marks an important milestone of the Company's successful restructuring of its debts. The Company would also like to express its most sincere gratitude to the support from the professional team, especially Kwok Yih & Chan, the Company's Hong Kong legal adviser and RSM Corporate Advisory (Hong Kong) Limited, the independent restructuring advisor of the Company.

## **IMPLEMENTATION OF THE ONSHORE RESTRUCTURING**

As disclosed in the Restructuring Announcement, it is anticipated that on the Restructuring Effective Date, the Conversion Interest (in the amount of approximately RMB948 million) and the Outstanding Debts due from the Group to the Onshore Operating Creditors of approximately RMB149.4 million will be discharged and extinguished. The Outstanding Debts of approximately RMB118.9 million will be settled in cash by instalments (instead of Onshore Operating Creditors Converted Shares) to 22 Onshore Operating Creditors who have entered into the Debt Settlement Agreements.

As disclosed in the announcement dated 24 March 2023, the Company has completed the issue of and allotment of 1,793,524,789 Preferred Shares to Oriental Toprich to fully discharge and satisfy the Conversion Interest (in the amount of approximately RMB948 million).

The Company is also pleased to announce that, with effect from the Restructuring Effective Date, it has completed the issue and allotment of 282,844,625 Onshore Operating Creditors Converted Shares to 125 Onshore Operating Creditors to fully discharge and satisfy the Outstanding Debts (in the amount of approximately RMB149.4 million).

As disclosed in the circular of the Company dated 30 December 2022, the Outstanding Debts of approximately RMB118.9 million held by the 22 Onshore Operating Creditors who have entered into the Debt Settlement Agreements will be settled in cash by instalments. The Outstanding Debts in the amount of approximately RMB100.4 million held by 39 Onshore Operating Creditors who have neither entered into the Settlement Agreements nor the Debt Settlement Agreements will be subject to further negotiations for repayment.

The Company will also continue to negotiate with China Merchants Bank Shenzhen Che Gong Temple Branch on the settlement of its outstanding interest.

The Company will publish further announcements to update the Shareholders and potential investors in connection with the Restructuring and the Onshore Restructuring when necessary.

By Order of the Board  
**Hidili Industry International Development Limited**  
**Xian Yang**  
*Chairman*

Hong Kong  
31 March 2023

*As at the date of this Announcement, the executive directors of the Company are Mr. Xian Yang (Chairman), Mr. Sun Jiankun and Mr. Zhuang Xianwei and the independent non-executive directors of the Company are Mr. Chan Shiu Yuen Sammy, Mr. Huang Rongsheng and Ms. Xu Manzhen.*