

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.



廣州白雲山醫葯集團股份有限公司

GUANGZHOU BAIYUNSHAN PHARMACEUTICAL HOLDINGS CO., LTD.

(a joint stock company with limited liability established in the People's Republic of China)

(H Share Stock Code: 0874)

PROPOSED DISTRIBUTION OF SPECIAL DIVIDEND

INTRODUCTION

Reference is made to the circular of Guangzhou Baiyunshan Pharmaceutical Holdings Company Limited (the “**Company**”) dated 26 February 2015 (the “**2015 Circular**”) in relation to the Proposed Placing and the announcements and circular(s) of the Company in relation to the Proposed Placing issued subsequent to the 2015 Circular, including without limitation the announcement of the Company dated 18 August 2016 and the relevant supplemental announcement of the Company dated 22 August 2016, pursuant to which it was announced that the Proposed Placing had been completed.

Unless otherwise defined, capitalised terms used in the 2015 Circular have the same meanings when used herein.

PROPOSED DISTRIBUTION OF SPECIAL DIVIDEND

In the section headed “3.7 Plan for profit distribution and increase in share capital from capital reserve in the Reporting Period” of the results announcement of the Company dated 17 August 2016 for the six months ended 30 June 2016, it was disclosed that “after completion of the non-public offering of A shares, the Company will consider a special dividend”.

At the meeting of the Board held on 29 August 2016, the Board resolved to distribute a special dividend of RMB3 (inclusive of the relevant taxes) in cash for every 10 Shares held.

The distribution of the special dividend as mentioned above is subject to the approval of the Shareholders at an extraordinary general meeting to be held. Further information in this connection, including the record date for entitlement to the special dividend and the date of the extraordinary general meeting will be announced in due course.

The Board of
Guangzhou Baiyunshan Pharmaceutical Holdings Company Limited

Guangzhou, the PRC, 29 August 2016

As at the date of this announcement, the Board comprises Mr. Li Chuyuan, Mr. Chen Mao, Ms. Liu Juyan, Ms. Cheng Ning, Mr. Ni Yidong, Mr. Wu Changhai and Mr. Wang Wenchu as executive directors, and Mr. Wong Lung Tak Patrick, Mr. Qiu Hongzhong, Mr. Chu Xiaoping and Mr. Jiang Wenqi as independent non-executive directors.