

香港聯合交易所有限公司

(香港交易及結算所有限公司全資附屬公司)

THE STOCK EXCHANGE OF HONG KONG LIMITED

(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

香港聯合交易所有限公司竭力確保其提供之資料準確可靠，惟不保證該等資料絕對正確，亦不對由於任何資料不確或遺漏所引之損失或損害負上責任(不論是民事侵權行為責任或合約責任或其他)。

The Stock Exchange of Hong Kong Limited endeavours to ensure the accuracy and reliability of the information provided, but does not guarantee its accuracy and accepts no liability (whether in tort or contract or otherwise) for any loss or damage arising from any inaccuracies or omissions.

FOR REFERENCE ONLY

Subject : Display of Adjusted Previous Closing Price of Livzon Pharmaceutical Group Inc. (stock code 1513) on AMS/3 for its Cash Dividend of HK\$0.57145 per H share and Bonus Issue of 3 new H shares for every 10 H shares on Ex-All Date, 5 July 2017

Enquiry Tel : Mr. Eric Lam (Tel: 2840 3087) or Ms. Cynthia Chiu (Tel: 2840 3076)

Pursuant to the timetable issued by Livzon Pharmaceutical Group Inc. ("Livzon Pharmaceutical") for the cash dividend and bonus issue of H shares (the "Dividend and Bonus Issue"), Livzon Pharmaceutical's H shares (stock code: 1513) will be marked "ex-all" on 5 July 2017, the Ex-All Date. Shareholders, investors and market participants should read the Livzon Pharmaceutical's regulatory announcements and circulars in full including the terms and conditions of the Dividend and Bonus Issue in dealing with Livzon Pharmaceutical's H shares. If they are in doubt, they should consult their professional adviser(s).

As an AMS/3 standard practice for ex-dividend and ex-bonus issue ("Ex-All") and for reference only, an Adjusted Previous Closing Price will be displayed in the "PRV CLOSE" field of Livzon Pharmaceutical's AMS/3 stock page on 5 July 2017, the Ex-All Date. The unadjusted previous closing price will instead be displayed in the free text field. Calculation of the Adjusted Previous Closing Price will be based on Livzon Pharmaceutical's closing price on 4 July 2017 (i.e. last cum-all trading day) and by using the following standard adjustment formula for dividend and bonus issue generally.

Adjustment Formula:

Adjusted Previous Closing Price

$$= [(Closing Price on the last cum-all trading day - D) \times Y] \div (X + Y)$$

where:

D = Cash dividend per H share, i.e. HK\$0.57145

X = Number of new H shares a shareholder is expected to receive when he/she holds Y existing H shares on the record date, i.e. 3 new H shares

Y = Number of existing H shares a shareholder has to hold on the record date for entitling him/herself to X new H shares, i.e. 10 H shares

.../2

For illustration purpose, depending on Livzon Pharmaceutical's closing price on 4 July 2017, the Exchange shall base on the above standard formula for dividend and bonus issue generally to calculate and display the Adjusted Previous Closing Price on Livzon Pharmaceutical's AMS/3 stock page on 5 July 2017 as follows:-

<u>CUM-ALL</u>	<u>EX-ALL</u>
<u>Unadjusted Closing Price</u>	<u>Adjusted</u>
<u>on 4 July 2017</u>	<u>Previous Closing Price</u>
<u>(HK\$)</u>	<u>on 5 July 2017</u>
54.06645	41.150
54.13145	41.200
54.19645	41.250
54.26145	41.300
54.32645	41.350
54.39145	41.400
54.45645	41.450
54.52145	41.500
54.58645	41.550
54.65145	41.600
54.71645	41.650
54.78145	41.700
54.84645	41.750
54.91145	41.800
54.97645	41.850
55.04145	41.900
55.10645	41.950
55.17145	42.000
55.23645	42.050
55.30145	42.100
55.36645	42.150
55.43145	42.200
55.49645	42.250
55.56145	42.300
55.62645	42.350
55.69145	42.400
55.75645	42.450
55.82145	42.500
55.88645	42.550
55.95145	42.600

Charles Woo
Vice President
Listing Department