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ZALL Development

Zall Development Group Ltd.

卓爾發展集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2098)

**VOLUNTARY ANNOUNCEMENT
IN RELATION TO
THE DEVELOPMENT OF
AN INTEGRATED LOGISTICS AND TRADE CENTRE IN YUNNAN**

The Company is pleased to announce that on 8 June 2014, Zall Development Group Ltd. (the “**Company**”) entered into the strategic cooperation framework agreement (the “**Framework Agreement**”) with the Management Committee (the “**Management Committee**”) of the Central-Yunnan Industry Cluster Area (CYICA) District, Yunnan Province, the People’s Republic of China (the “**PRC**”) pursuant to which the Company has, in principle, agreed to invest in the development and construction of a large-scale integrated logistics and trade centre in Dabanqiao Town, Yunnan, the PRC (“**Zall Asia Expo City Project**”) with a total land area of approximately 2,001,000 sq.m., approximately 1,334,000 sq.m. of which will be for logistics use and warehousing facilities and the remaining approximately 667,000 sq.m. will be for commercial use. The Zall Asia Expo City Project will be developed in phases in the land situated near the Kunming Changshui International Airport (the “**Land**”).

The Land is designated for commercial and logistics related uses. According to the Framework Agreement, the estimated total construction area of the Zall Asia Expo City Project will be approximately 3,300,000 sq.m.. The Company and the Management Committee will further discuss and determine the precise location and area of the Zall Asia Expo City Project and other co-operation details.

The development and completion of the Zall Asia Expo City Project are subject to the further discussion between the Company and the Management Committee and may or may not materialise. Further announcement (if any) regarding the Zall Asia Expo City Project will be made by the Company in accordance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited as and when appropriate.

By order of the Board
Zall Development Group Ltd.
Yan Zhi
Chairman

Hong Kong, 9 June 2014

As at the date of this announcement, the Board comprises Mr. Yan Zhi, Mr. Cui Jinfeng, Mr. Fang Li and Ms. Wang Danli, as executive Directors of the Company; Mr. Fu Gaochao, as non-executive Director of the Company; Ms. Yang Qiongzhen, Mr. Cheung Ka Fai and Mr. Peng Chi, as independent non-executive Directors of the Company.