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CHINA NEW ECONOMY FUND LIMITED

中國新經濟投資有限公司

(Incorporated in the Cayman Islands as an exempted company with limited liability)

(Stock code: 80)

**(1) POLL RESULTS OF THE EXTRAORDINARY GENERAL MEETING
HELD ON 14 DECEMBER 2016 IN RELATION TO:
(I) AMENDMENTS TO ARTICLES OF ASSOCIATION;
(II) AUTHORISED SHARE CAPITAL INCREASE; AND
(III) RIGHTS ISSUE (WITH BONUS ISSUE);
(2) COMMENCEMENT OF DEALING IN THE SHARES
ON AN EX-RIGHT BASIS;
AND
(3) DESPATCH OF PROSPECTUS DOCUMENTS**

The Board is pleased to announce that all the Resolutions as set out in the Notice were duly passed by the Shareholders and Independent Shareholders (as the case may be) by way of poll at the EGM held on 14 December 2016.

Pursuant to the expected timetable as set out in the Circular, (a) the last day of dealings in the Shares on a cum-rights basis will be Thursday, 15 December 2016; (b) the Shares will be dealt with on an ex-rights basis from Friday, 16 December 2016; and (c) that the Prospectus Documents will be despatched to the Qualifying Shareholders on 23 December 2016.

Reference is made to the circular (the “**Circular**”) of China New Economy Fund Limited (the “**Company**”) relation to (i) the proposed amendments to the Articles of Association; (ii) the proposed Authorised Share Capital Increase; (iii) the proposed Rights Issue with Bonus Issue; and (iv) the notice (the “**Notice**”) of extraordinary general meeting (the “**EGM**”) dated 21 November 2016. Capitalised terms used herein shall have the same meanings as defined in the Circular, unless the context requires otherwise.

POLL RESULTS OF THE EGM

The Board is pleased to announce that all the resolutions (the “**Resolutions**”) set out in the Notice were duly passed by the Shareholders and Independent Shareholders (as the case may be) by way of poll at the EGM held on 14 December 2016.

As at the date of the EGM, the Company has a total of 222,523,200 Shares in issue and under the Listing Rules any controlling Shareholders and their associates or, where there are no controlling Shareholders, the Directors (excluding the independent non-executive

Directors), the chief executive of the Company and their respective associates are required to abstain from voting in favour of the resolutions relating to the Rights Issue and Bonus Issue proposed at the EGM. As none of the Directors (excluding the independent non-executive Directors), the chief executive of the Company and their respective associates is a Shareholder, the total number of Shares entitling the holders to attend and vote for or against the above Resolutions was 222,523,200 Shares.

To the best of the Directors' knowledge, information and belief and having made all reasonable enquiries, no Shareholder was required to abstain from voting on the resolutions proposed at the EGM. None of the Shareholders has stated his intention in the Circular to vote against or to abstain from voting on any of the resolutions at the EGM. As such, there were a total of 222,523,200 Shares, representing 100% of the total issued shares of the Company as at the date of EGM, entitling holders to attend and vote for or against the resolutions proposed at the EGM.

Computershare Hong Kong Investor Services Limited, the Company's Hong Kong branch share registrar and transfer office, acted as the scrutineer for the purpose of vote-taking at the EGM.

The full text of each of the Resolutions was set out in the Notice. The poll results in respect of the Resolutions as set out in the Notice are as follows:

		Number of votes (%)	
		For	Against
Special Resolution			
1.	To approve the amendments of the Articles of Association	71,420,865 (99.08%)	660,000 (0.92%)
Ordinary Resolutions			
1.	To approve the Authorised Share Capital Increase	71,400,865 (99.06%)	680,000 (0.94%)
2.	To approve the Rights Issue on the basis of three (3) Rights Shares for every two (2) existing Shares held on the Record Date (including the Underwriting Agreement) and the transactions contemplated thereunder	71,400,865 (99.06%)	680,000 (0.94%)
3.	To approve the Bonus Issue on the basis of two (2) Bonus Shares for every three (3) Rights Shares taken up under the Rights Issue	71,400,865 (99.06%)	680,000 (0.94%)

As more than 75% of the votes were cast in favour of Special Resolution 1, Special Resolution 1 was duly passed as special resolution of the Company. As more than 50% of the votes were cast in favour of each of Ordinary Resolutions 1, 2 and 3, Ordinary Resolutions 1, 2 and 3 were duly passed as ordinary resolutions of the Company.

AMENDMENTS TO THE ARTICLES OF ASSOCIATION

The proposed amendments to the Articles of Association as set out in the Notice was duly passed as special resolution of the Company and the amendments took effect on 14 December 2016.

AUTHORISED SHARE CAPITAL INCREASE

The Authorised Share Capital Increase took effect on 14 December 2016.

COMMENCEMENT OF DEALING IN THE SHARES ON EX-RIGHT BASIS

The Rights Issue (with the Bonus Issue) will proceed in accordance with the expected timetable as set out in the Circular. Pursuant to the expected timetable, the last day of dealings in the Shares on a cum-rights basis will be Thursday, 15 December 2016 and the Shares will be dealt with on an ex-rights basis from Friday, 16 December 2016.

DESPATCH OF PROSPECTUS DOCUMENTS

Subject to the registration of the Prospectus Documents with the Registrar of Companies of Hong Kong, the Prospectus Documents are expected to be despatched to the Qualifying Shareholders on Friday, 23 December 2016.

Shareholders and potential investors should note that the Rights Issue and the Bonus Issue are conditional upon, among other matters, the Underwriting Agreement having become unconditional (see the section headed “Conditions of the Rights Issue and the Bonus Issue” in the Circular) and that the Underwriter not having terminated the Underwriting Agreement in accordance with the terms thereof (see the section headed “Termination of the Underwriting Agreement” in the Circular). Accordingly, the Rights Issue and the Bonus Issue may or may not proceed. Shareholders and potential investors should exercise extreme caution when dealing in the Shares, and if they are in any doubt about their position, they should consult their professional advisers.

By order of the Board

China New Economy Fund Limited

GU Xu

Chairman, Chief Executive Officer and Executive Director

Hong Kong, 14 December 2016

As at the date of this announcement, the Board comprises Mr. GU Xu and Mr. CHAN Cheong Yee as executive Directors, Mr. LAM Chun Ho, Mr. Faris Ibrahim Taha AYOUB and Mr. PUN Tit Shan as independent non-executive Directors.