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DeTeam Company Limited

弘海有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 65)

VOLUNTARY ANNOUNCEMENT IN RELATION TO LOAN AGREEMENT

This is a voluntary announcement made by the Company.

On 8 May 2014 (after trading hours), the Company and the Lender entered into the Loan Agreement pursuant to which the Lender agreed to grant an unsecured and interest bearing Loan up to 8 tranches with an aggregate principal amount of up to HK\$200 million to the Company (as borrower) during the Availability Period at an interest rate of 5% per annum. Within seven (7) Business Days prior to the expiry of the Availability Period, the Lender may extend the Availability Period for a further period of six months by serving written notice to the Borrower. The principle amount of each drawing of the Loan together with the accrued interest of such principal amount shall be repayable on the Maturity Date(s).

REASONS FOR AND THE BENEFITS OF THE LOAN FOR THE COMPANY

The Group is principally engaged in the manufacturing and sale of plastic woven bags, paper bags and plastic barrels, sale of coal and provision of low-rank coal upgrading services in the People's Republic of China.

The Lender is a substantial shareholder of the Company which holds approximately 10.63% of the total issued share capital of the Company as at the date of this announcement. The Lender has agreed to advance the Loan to the Company as a sign of support of its daily operations and future business developments. The Company intends to use the proceeds of the Loan as its general working capital.

GENERAL

As the Lender is a substantial shareholder of the Company and an executive Director and thus a connected person of the Company, the transaction(s) contemplated under the Loan Agreement constitute a connected transaction of the Company. Given such financial assistance is provided by the Lender on normal commercial terms and without grant of security over assets of the Company, such connected transaction is exempted from all reporting, announcement and independent shareholders' approval requirements pursuant to Rule 14A.65(4) of the Listing Rules.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions having the following meanings:

“Availability Period”	the period commencing on the date of the Loan Agreement and ending on the sixth months after the date of the Loan Agreement
“Business Day”	a day on which licensed banks in Hong Kong are open for normal banking business throughout their normal business hours (excluding Saturdays, Sundays or public holidays in Hong Kong)
“Company”	DeTeam Company Limited, a company incorporated in the Cayman Islands with limited liability and the issued Shares are listed on the main board of the Stock Exchange
“connected person(s)”	has the meaning ascribed thereto in the Listing Rules
“Director(s)”	the director(s) of the Company
“Group”	the Company together with its subsidiaries
“HK\$”	Hong Kong dollar(s), the lawful currency of Hong Kong
“Lender”	Mr. Xu Bin, being a substantial shareholder of the Company and an executive Director as at the date of this announcement
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Loan”	an unsecured and interest bearing loan up to 8 tranches with an aggregate principal amount of up to HK\$200 million during the Availability Period granted by the Lender to the Company pursuant to the Loan Agreement
“Loan Agreement”	the loan agreement dated 8 May 2014 entered into between the Lender and the Company in relation to the provision of the Loan
“Maturity Date(s)”	the date falling three (3) years from the date of drawdown of each drawing

“Stock Exchange” The Stock Exchange of Hong Kong Limited

“subsidiary(ies)” has the meaning ascribed thereto in the Listing Rules

“substantial shareholder(s)” has the meaning ascribed thereto in the Listing Rules

By Order of the Board
DeTeam Company Limited
Xu Bin
Co-Chairman

Hong Kong, 8 May 2014

As at the date of this announcement, the Board comprises four executive Directors, being Mr. Mak Shiu Chung, Godfrey, Mr. Xu Bin, Mr. Zhang Fusheng and Mr. Wang Hon Chen and three independent non-executive Directors Mr. Kwok Chi Shing, Mr. Tsang Wai Sum and Mr. Huang Shao Ru.

** For identification purposes only*