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20 years, young HC!

HC INTERNATIONAL, INC.

慧聪网有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 02280)

VOLUNTARY ANNOUNCEMENT

UNAUDITED QUARTERLY OPERATION SUMMARY FOR THE FIRST QUARTER OF 2017

This announcement is made by HC International, Inc. (the “Company”, together with its subsidiaries, the “Group”) on a voluntary basis. This announcement sets out unaudited operation summary of the Company for the first quarter ended 31 March 2017.

In the first quarter of 2017, the Group continued to assist buyers and sellers in completing B2B trade close-loop, to develop pay-for-performance marketing products and mobile terminals marketing products, and to pay attention to frequent and autonomic “active trades”.

In the first quarter of 2017, the Group’s completed Gross Merchandise Volume (“GMV”) amounted to approximately RMB12.67 billion, representing an increment of 116.2% compared to the GMV of the first quarter of 2016 which amounted to RMB5.86 billion.

Following a rapid growth of the internet finance cluster last year, the Group in the first quarter of 2017 continued to support the small and medium enterprises (SMEs) by facilitating supply chain finance via micro-loan products and finance leasing services, and to provide effective online payment function and ensure fund security via an online payment tool – “HUIFUBAO”. Internet finance, acting as the “lubricant” of transactions, together with other clusters are expected to create synergy which will facilitate the development of the Group’s B2B ecosystem.

The Group provides internet finance products and services via the Group’s joint-ventured company engaging in micro-loan business, and via a wholly-owned finance leasing company, to its clients. The balance on 31 March 2017 amounted to approximately RMB1.73 billion.

* For identification purposes only

From the end of 2016 to 31 March 2017, the quantity of the Group's Stock Keeping Unit ("SKU") increased from 620 million to 638 million, representing a 2.9% increase.

Caution Statement

The above operation summary for the first quarter ended 31 March 2017 is based on the Group's internal records and management accounts which are not reviewed or audited by auditors. Investors are cautioned not to rely on such operation summary for the first quarter ended 31 March 2017. Investors must exercise caution in dealing in the shares of the Company.

No statement in this announcement is intended to be a profit forecast or to imply that the earnings of the Group as at the publication date of this announcement or in the future will necessarily match or exceed the historical or published earnings of the Group. Each forward looking statement so provided speaks only as of the date of the particular statement. The Group expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statements contained herein to reflect any change in the Group's expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based.

By Order of the Board
HC INTERNATIONAL, INC.

Guo Jiang
Chief Executive Officer and Executive Director

Beijing, the People's Republic of China, 16 May 2017

As at the date of this announcement, the Board comprises:

Mr. Guo Fansheng (*Executive Director and Chairman*)
Mr. Guo Jiang (*Executive Director and Chief Executive Officer*)
Mr. Lee Wee Ong (*Executive Director and Chief Financial Officer*)
Mr. Liu Jun (*Executive Director*)
Mr. Li Jianguang (*Non-executive Director*)
Mr. Wong Chi Keung (*Non-executive Director*)
Mr. Zhang Ke (*Independent non-executive Director*)
Mr. Zhang Tim Tianwei (*Independent Non-executive Director*)
Mr. Tang Jie (*Independent Non-executive Director*)