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Incorporated in Bermuda with limited liability
Stock Code: 494

VOLUNTARY ANNOUNCEMENT DRAWDOWN UNDER THE MEDIUM TERM NOTE AND PERPETUAL SECURITIES PROGRAMME

Reference is made to the announcement of the Company on 11 October 2016 in relation to its establishment of the Programme.

The Board is pleased to announce that on 27 October 2016, the Company has carried out a drawdown under the Programme to offer and issue the Drawdown Instruments in an aggregate nominal amount of US\$650,000,000, which are exempt from, and not subject to, the registration requirements under the U.S. Securities Act.

The Drawdown Instruments are denominated in U.S. dollars, will not have a maturity date and will confer a right to receive distributions in the circumstances described in their terms.

DRAWDOWN UNDER THE MEDIUM TERM NOTE AND PERPETUAL SECURITIES PROGRAMME BY THE COMPANY

The Board is pleased to announce that on 27 October 2016, the Company has carried out a drawdown under the Programme to offer and issue the Drawdown Instruments in an aggregate nominal amount of US\$650,000,000, which are exempt from, and not subject to, the registration requirements under the U.S. Securities Act.

PRINCIPAL TERMS OF THE DRAWDOWN INSTRUMENTS

Issuer	Li & Fung Limited
Joint Lead Managers	Citigroup Global Markets Limited, Standard Chartered Bank and The Hongkong and Shanghai Banking Corporation Limited
Issue Currency	U.S. dollars
Issue Size	US\$650,000,000
Issue Price	100 per cent. of the Issue Size
Rate of Distribution	5.25 per cent. per annum
Pricing Date	27 October 2016
Issue Date	3 November 2016

The Company currently intends to use the net proceeds from the Drawdown Instruments primarily for refinancing long-term indebtedness.

An application has been made by the Company to the Singapore Exchange Securities Trading Limited (the **SGX-ST**) for the listing of and permission to deal in the Drawdown Instruments and such permission will be granted when the Drawdown Instruments have been admitted to the Official List of the SGX-ST, which is expected to be on or about 4 November 2016.

DEFINITIONS

In this announcement, the following terms have the meanings set forth below unless the context requires otherwise:

“Board”	the board of directors of the Company
“Company”	Li & Fung Limited, whose shares are listed on the main board of the Stock Exchange of Hong Kong
“Drawdown Instruments”	the US\$650,000,000 5.25 per cent. subordinated perpetual capital securities offered and to be issued by the Company pursuant to a drawdown under the Programme
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Programme”	US\$2 billion medium term note and perpetual securities programme established by the Company on 11 October 2016

“U.S. Securities Act”	U.S. Securities Act of 1933, as amended
“United States”	the United States of America
“US\$”	U.S. dollar(s), the lawful currency of the United States

By Order of the Board
William FUNG Kwok Lun
Group Chairman, Li & Fung Limited

Hong Kong, 27 October 2016

As at the date of this announcement, Executive Directors of the Company are William Fung Kwok Lun (Group Chairman), Spencer Theodore Fung (Group Chief Executive Officer) and Marc Robert Compagnon; Non-executive Director is Victor Fung Kwok King (Honorary Chairman); Independent Non-executive Directors are Paul Edward Selway-Swift, Allan Wong Chi Yun, Martin Tang Yue Nien and Margaret Leung Ko May Yee.