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阅文集团

CHINA LITERATURE LIMITED

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(incorporated in the Cayman Islands with limited liability)

(Stock Code: 772)

ANNOUNCEMENT PURSUANT TO RULE 13.51B(2) OF THE LISTING RULES

This announcement is made by China Literature Limited (the “**Company**”) pursuant to Rules 13.51(2)(u) and 13.51B(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The Company was notified by Mr. James Gordon Mitchell (“**Mr. Mitchell**”), the chairman of the board of directors (the “**Board**”) and an executive director of the Company, of his involvement in a securities class action lawsuit (the “**Lawsuit**”) filed against NIO Inc. (NYSE: NIO) (“**NIO**”) in the Supreme Court of the State of New York County of Kings regarding an alleged misrepresentation in the registration statement (Form F-1/A) filed by NIO on September 11, 2018 and the prospectus filed on September 12, 2018. Mr. Mitchell currently serves as a director of NIO and, together with certain current and former directors and senior officers of NIO and the underwriters of NIO’s offering, is named as one of the defendants in the Lawsuit.

Such litigation is not uncommon among companies listed in the United States of America. The lawsuit is in a very preliminary stage, and while the outcome is uncertain, Mr. Mitchell has informed the Company that the Lawsuit is without merit and NIO, Mr. Mitchell and the other defendants will defend the Lawsuit vigorously. The Lawsuit does not involve the Company, its subsidiaries and consolidated affiliated entities (the “**Group**”). The Board considers that the Lawsuit will not have material adverse impact on the Group’s ordinary business, operations and financial positions.

The Company will make further announcement(s) in relation to the above matters as and when appropriate in accordance with the Listing Rules.

By order of the Board
CHINA LITERATURE LIMITED

Mr. James Gordon Mitchell

Chairman of the Board and Non-executive Director

Hong Kong, April 2, 2019

As at the date of this announcement, the Board comprises Mr. Wu Wenhui and Mr. Liang Xiaodong as executive directors; Mr. James Gordon Mitchell, Mr. Lin Haifeng, Ms. Li Ming and Mr. Yang Xiang Dong as non-executive directors; Ms. Yu Chor Woon Carol, Ms. Leung Sau Ting Miranda and Mr. Liu Junmin as independent non-executive directors.