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SUNWAH KINGSWAY **新華滙富**

SUNWAH KINGSWAY CAPITAL HOLDINGS LIMITED

新華滙富金融控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00188)

DISCLOSEABLE TRANSACTION

ON-MARKET DISPOSALS OF LISTED SECURITIES

THE DISPOSALS OF LISTED SECURITIES

During the period from 2 August 2021 to 5 November 2021, the Company, through its wholly owned subsidiary, conducted on the Stock Exchange a series of on-market transactions to dispose of an aggregate of 150,600 Kuaishou Shares (representing approximately 0.004% of the total issued Kuaishou Shares as at the date of this announcement) in the range of an average daily price between HK\$80.2 and HK\$118.4 per Kuaishou Share for an aggregate consideration of approximately HK\$14,005,000 (exclusive of transaction costs).

LISTING RULES IMPLICATIONS

As one or more of the applicable percentage ratios (as defined in the Listing Rules) in respect of the Disposals exceed 5% but are less than 25%, the Disposals constitute a discloseable transaction of the Company and is therefore subject to the reporting and announcement requirement under Chapter 14 of the Listing Rules.

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As the Disposals were made through the open-market of the Stock Exchange, the Company is not aware of the identities of the buyers of the Kuaishou Shares and accordingly, to the best knowledge, information and belief of the Directors having made all reasonable enquires, the buyers of such Kuaishou Shares are Independent Third Parties.

REASONS FOR AND BENEFITS OF THE DISPOSALS

The Group's principal businesses are the provision of financial services, including securities and commodities and futures broking, corporate finance, asset management, money lending, property investment and proprietary investments.

The Disposals provide the Group with an opportunity to realise a portion of its investment in Kuaishou. The Disposals were made with reference to the prevailing market price at the time of the sale and will enable the Group to realise cash resources to fund general working capital and to fund further potential investments. The Disposals realised a gain of approximately HK\$0.1 million, being the difference between the aggregate consideration for the Disposals and the aggregate purchase price of the Kuaishou Shares sold.

As the Disposals were made at the prevailing market price on the open market of the Stock Exchange, the Directors are of the view that the Disposals were fair and reasonable, on normal commercial terms and in the interest of the Company and its Shareholders as a whole.

INFORMATION ABOUT KUAISHOU

Kuaishou is a company controlled through weighted voting rights and incorporated in the Cayman Islands with limited liability, and the Kuaishou Shares are listed on the Main Board of the Stock Exchange (Stock Code: 01024). According to publicly available information, Kuaishou is a China-based investment holding company mainly engaged in the operation of content communities and social platforms. Kuaishou mainly provides live streaming services, online marketing services and other services. The online marketing solutions include advertising services, Kuaishou fans headline services and other marketing services. Other services include e-commerce, online games and other value-added services.

The following financial information is extracted from the public document of Kuaishou:

	For the year ended 31 December	
	2019	2020
	RMB'000	RMB'000
Revenues	39,120,348	58,776,097
Loss before income tax	(19,265,467)	(117,200,790)
Loss for the year	(19,651,534)	(116,635,242)
Total equity	(55,729,036)	(160,049,839)

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DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms have the following meanings when used herein.

“Board”	the board of Directors
“Company”	Sunwah Kingsway Capital Holdings Limited, a company incorporated in Bermuda with limited liability and the shares of which are listed on the Main Board of the Stock Exchange (Stock Code:00188)
“Director(s)”	Directors of the Company
“Disposals”	the disposals by the wholly owned subsidiary of the Company of 150,600 Kuaishou Shares on the open-market of the Stock Exchange for an aggregate consideration of approximately HK\$14,005,000 (exclusive of transactions costs) during the period between 2 August 2021 and 5 November 2021
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	The Hong Kong Special Administrative Region of the PRC
“Independent Third Party(ies)”	third party(ies) independent of the Company and the connected persons of the Company
“Kuaishou”	Kuaishou Technology, a company controlled through weighted voting rights and incorporated in the Cayman Islands with limited liability, and the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 01024)
“Kuaishou Share(s)”	Class B ordinary shares in the share capital of Kuaishou
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange

“PRC”	The People’s Republic of China (excluding Hong Kong, Macau Special Administrative Region and Taiwan)
“RMB”	Renminbi, the lawful currency of the PRC
“Shareholder(s)”	Holder(s) of share(s) of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

By Order of the Board
Sunwah Kingsway Capital Holdings Limited
Vincent Wai Shun Lai
Company Secretary

Hong Kong, 5 November 2021

As at the date of this announcement, the directors of the Company are Jonathan Koon Shum Choi as Chairman, Michael Koon Ming Choi as Chief Executive Officer & Executive Director, Janice Wing Kum Kwan and Lee G. Lam as Non-Executive Directors, Robert Tsai To Sze, Elizabeth Law and Huanfei Guan as Independent Non-Executive Directors.