



26 May 2014

**High Concentration of Shareholding  
in  
JC Group Holdings Limited (Stock Code: 8326)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of JC Group Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 9 May 2014.

**In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company (“Shares”) could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.**

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that as at 9 May 2014, 18 shareholders held an aggregate of 81,100,000 Shares, representing 20.28% of the issued Shares. Such shareholding, together with 300,000,000 Shares (representing 75.00% of the issued Shares) held aggregately by two substantial shareholders of the Company, represented 95.28% of the issued Shares as at 9 May 2014. Therefore, only 18,900,000 Shares (representing 4.72% of the issued Shares) were held by other shareholders.

As at 9 May 2014, the shareholding structure of the Company was as follows:-

	<b>Number of Shares held (Shares)</b>	<b>% of total number of issued Shares (%)</b>
Victory Stand International Limited (Note 1)	217,500,000	54.38
Dragon Flame Holdings Limited (Note 2)	82,500,000	20.62
A group of 18 shareholders	81,100,000	20.28
Other shareholders	18,900,000	4.72
Total	<u>400,000,000</u>	<u>100.00</u>

Note 1: Victory Stand International Limited is beneficially owned as to 45.88%, 29.75%, 16.24% and 8.13% by Mr. Zhang Fuzhu, Mr. Wu Kai Char, Ms. Wong Wai Ling and Mr. Lui Hung Yen respectively. Mr. Wu Kai Char, Ms. Wong Wai Ling and Mr. Lui Hung Yen are Executive Directors of the Company.

Note 2: Dragon Flame Holdings Limited is wholly and beneficially owned by Mr. Pan Chik. Mr. Pan Chik is a Non-Executive Director of the Company.



Since 18 February 2014, price of the Shares surged substantially by 548.15% from the closing price of HK\$0.54 on 17 February 2014 to the closing price of HK\$3.50 on 8 May 2014. During this period, the Company announced that it was not aware of any reasons for the increase in share price and trading volume on 4 March 2014 and 8 May 2014 respectively.

As at 23 May 2014, the closing price of the Company was HK\$2.88, representing an increase of 433.33% from the closing price of HK\$0.54 on 17 February 2014.

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