



29 February 2016

**High Concentration of Shareholding
in
KPM Holding Limited (Stock Code: 8027)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of KPM Holding Limited (“the Company”) in the hands of a limited number of shareholders as at 3 February 2016.

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 3 February 2016, 9 shareholders held an aggregate of 81,670,000 Shares (representing 20.42% of the issued Shares). Such shareholding, together with 300,000,000 Shares (representing 75% of the issued Shares) held by the substantial shareholder of the Company, represented 95.42% of the issued Shares as at 3 February 2016. As such, only 18,330,000 Shares (representing 4.58% of the issued Shares) were in the hands of other investors as at 3 February 2016.

As at 3 February 2016, the shareholding structure of the Company was as follows:

	Number of Shares held	% of total number of issued Shares
	(shares)	(%)
Absolute Truth Investments Limited (Note)	300,000,000	75.00
A group of 9 shareholders	81,670,000	20.42
Other shareholders	18,330,000	4.58
	<hr/> 400,000,000	<hr/> 100.00

Note: Absolute Truth Investments Limited is owned as to 50% by Mr. Tan Thiam Kiat Kelvin, the Chairman and Executive Director of the Company, and 50% by Mr. Tan Kwang Hwee Peter, the Executive Director of the Company.

The Company was listed on the GEM board of the Stock Exchange of Hong Kong Limited on 10 July 2015 by way of placing a total of 100,000,000 Shares, representing 25% of the issued Shares, at HK\$0.50 per Share. The share price closed at HK\$1.35 on its first day of listing, 170% higher than the initial placing price.

During the period from 4 January 2016 to 3 February 2016, the closing price of the Shares increased substantially by 343% from HK\$0.79 to HK\$3.5. As at 26 February 2016, the Shares



closed at HK\$3.16, which represented an increase of 532% from the initial placing price of HK\$0.50 in July 2015.

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