

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



南京三寶科技股份有限公司
NANJING SAMPLE TECHNOLOGY CO., LTD.*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1708)

HIGH CONCENTRATION OF SHAREHOLDING

This announcement is made at the request of the Stock Exchange in respect of the concentration of the shareholding of the Company in the hands of a limited number of shareholders as at 27 October 2017.

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 H shares of the Company (“H Shares”) could fluctuate substantially even with a small number of H Shares traded, and should exercise extreme caution when dealing in the H Shares.

This announcement is made by Nanjing Sample Technology Co., Ltd (the “**Company**”) at the request of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) in respect of the concentration of the shareholding of the Company in the hands of a limited number of shareholders of the Company (the “**Shareholders**”) as at 27 October 2017.

HIGH CONCENTRATION OF SHAREHOLDING

The Company noted that an announcement has been published by the Securities and Futures Commission (“**SFC**”) on 9 November 2017 (the “**SFC Announcement**”). As disclosed in the SFC Announcement, SFC has recently completed an enquiry into the shareholding of the Company. SFC’s findings suggested that as at 27 October 2017, 20 shareholders held an aggregate of 86,965,000 H Shares, representing 94.7% of the issued H Shares. As such, only 4,835,000 H Shares (representing 5.3% of the issued H Shares) were in the hands of other investors as at 27 October 2017.

As set out in the SFC Announcement, the shareholding structure of the issued H Shares as at 27 October 2017 was as follows (*Note 1*):

	Number of H Shares held <i>(Shares)</i>	% of total number of issued H Shares <i>(%)</i>
A group of 20 shareholders (<i>Note 2</i>)	86,965,000	94.7
Other shareholders	4,835,000	5.3
Total	91,800,000	100.00

Note 1: Other than the H Shares, the Company has 225,023,400 domestic shares in issue.

Note 2: Amongst the 20 shareholders, Pengda Value Fund SPC, China Fortune Rich Private Equity Fund Limited, FAN Qinglong and Hwabao Trust Company Limited each held more than 5% of the issued H Shares as at 27 October 2017.

As stated in the SFC Announcement:

- (a) During the period from 1 August 2017 to 27 October 2017, the closing price of the H Shares increased 55% from HK\$11.62 to HK\$18.00.
- (b) During the same period, the Company published, amongst other voluntary announcements on business operation, its interim results on 18 August 2017. It reported a net profit attributable to the owners of Company of RMB 82.6 million for the six months ended 30 June 2017 which represented an increase of approximately 13.52% as compared to the corresponding period of last year.
- (c) As at 8 November 2017, the H Share price of the Company closed at HK\$18.18, representing an increase of 56% from the closing price of HK\$11.62 on 31 July 2017.

The information above is extracted from the SFC Announcement and the board of directors of the Company (the “**Board**”) has not independently verified such information. Please refer to the SFC Announcement for more information.

PUBLIC FLOAT

Based on the information available and to the best knowledge of the Board, after making all reasonable enquiries, the Company confirms that not less than 25% of the Company’s issued H Shares were/are in the hands of the public as at 27 October 2017 and the date of this announcement and the Company is able to comply with the public float requirement under the Rules Governing the Listing of Securities on the Stock Exchange.

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 H Shares could fluctuate substantially even with a small number of H Shares traded, and should exercise extreme caution when dealing in the H Shares.

On behalf of the Board
Nanjing Sample Technology Co., Ltd.*
Sha Min
Chairman

Nanjing, the PRC
9 November 2017

As at the date of this announcement, the executive Directors are Mr. Sha Min (Chairman), Mr. Chang Yong, Mr. Zhu Xiang, the non-executive Director is Mr. Ma Jun; and the independent non-executive Directors are Mr. Hu Hanhui, Mr. Gao Lihui and Mr. Shum Shing Kei.

* *for identification purpose only*