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新威斯顿集团有限公司
NEW WESTERN GROUP LIMITED
(incorporated in the Cayman Islands with limited liability)
(Stock Code: 8242)

**DISCLOSEABLE TRANSACTION -
SUPPLEMENTAL AGREEMENT
IN RELATION TO EXTENSION OF FINAL REPAYMENT DATE OF
PROVISION OF FINANCIAL ASSISTANCE**

3RD SUPPLEMENTAL AGREEMENT IN RELATION TO EXTENSION OF 3RD FINAL REPAYMENT DATE OF PROVISION OF FINANCIAL ASSISTANCE

On 24 May 2017, the Loan Agreement was entered into between Easy Loan, an indirect wholly-owned subsidiary of the Company as Lender, and Customer A as Borrower. Pursuant to the Loan Agreement, Easy Loan has agreed to grant an unsecured loan in the amount of HK\$3.5 million to the Borrower for a term of 6 months.

On 24 November 2017, after arm's length negotiation, Easy Loan was entered into the 1st Supplemental Agreement with Customer A to extend the final repayment date of 24 November 2017, (the "1st Final Repayment Date") to 24 May 2018 (the "2nd Final Repayment Date"). Save as the extension of 1st Final Repayment Date, all other terms and provisions of the Loan Agreement shall remain unchanged and in full force and effect.

On 24 May 2018, after arm's length negotiation, Easy Loan was entered into the 2nd Supplemental Agreement with Customer A to extend the 2nd Final Repayment Date to 24 August 2018 (the "3rd Final Repayment Date"). Save as the extension of 2nd Final Repayment Date, all other terms and provisions of the Loan Agreement and 1st Supplemental Agreement shall remain unchanged and in full force and effect.

The Board is pleased to announce that on 24 August 2018, after arm's length negotiation, Easy Loan entered into the 3rd Supplemental Agreement with Customer A to extend the 3rd Final Repayment Date to 24 February 2019 (the "4th Final Repayment Date"). Save as the extension of 3rd Final Repayment Date, all other terms and provisions of the Loan Agreements shall remain unchanged and in full force and effect.

GEM LISTING RULES IMPLICATIONS

As one of the applicable percentage ratios (as defined under the GEM Listing Rules) in respect of the unsecured loan granted under the 3rd Supplemental Agreement to the Loan Agreements to the Borrower were more than 5% but less than 25%, the unsecured loan granted under the 3rd Supplemental Agreement constitutes a discloseable transaction of the Company under Chapter 19 of the GEM Listing Rules and is therefore subject to reporting and announcement requirements under the GEM Listing Rules.

PROVISION OF FINANCIAL ASSISTANCE

On 24 May 2017, the Loan Agreement was entered into between Easy Loan, an indirect wholly-owned subsidiary of the Company as Lender, and Customer A as Borrower. Pursuant to the Loan Agreement, Easy Loan has agreed to grant an unsecured loan in the amount of HK\$3.5 million to the Borrower for a term of 6 months.

Summarised below are the principal terms of the Loan Agreement.

LOAN AGREEMENT

Date of the Loan Agreement	: 24 May 2017
Lender	: Easy Loan
Borrower	: Customer A
Principal	: HK\$3.5 million
Interest rate	: 18% per annum
Term	: 6 months from 24 May 2017 to 24 November 2017
1st Final Repayment Date	: 24 November 2017
Repayment	: Borrower shall repay the interest on a monthly basis with principal amount at the loan maturity
Purpose	: For personal use and investment

FUNDING OF THE LOAN

The Group financed the Loan with its internal resources.

1ST SUPPLEMENTAL AGREEMENT IN RELATION TO EXTENSION OF 1ST FINAL REPAYMENT DATE OF PROVISION OF FINANCIAL ASSISTANCE

On 24 November 2017, after arm's length negotiation, Easy Loan was entered into the 1st Supplemental Agreement with Customer A to extend the 1st Final Repayment Date to the 2nd Final Repayment Date. Save as the extension of 1st Final Repayment Date, all other terms and provisions of the Loan Agreement shall remain unchanged and in full force and effect.

2ND SUPPLEMENTAL AGREEMENT IN RELATION TO EXTENSION OF 2ND FINAL REPAYMENT DATE OF PROVISION OF FINANCIAL ASSISTANCE

On 24 May 2018, after arm's length negotiation, Easy Loan was entered into the 2nd Supplemental Agreement with Customer A to extend the 2nd Final Repayment Date to the 3rd Final Repayment Date. Save as the extension of 2nd Final Repayment Date, all other terms and provisions of the Loan Agreement and 1st Supplemental Agreement shall remain unchanged and in full force and effect.

3RD SUPPLEMENTAL AGREEMENT IN RELATION TO EXTENSION OF 3RD FINAL REPAYMENT DATE OF PROVISION OF FINANCIAL ASSISTANCE

The Board is pleased to announce that on 24 August 2018, after arm's length negotiation, Easy Loan entered into the 3rd Supplemental Agreement with Customer A to extend the 3rd Final Repayment to the 4th Final Repayment Date. Save as the extension of 3rd Final Repayment Date, all other terms and provisions of the Loan Agreements shall remain unchanged and in full force and effect.

INFORMATION ON THE CUSTOMER

Customer A is an existing customer with no default record in the Group and is an individual. To the best of the knowledge, information and belief of the Directors having made all reasonable enquiries, Customer A is an Independent Third Party and not connected with the Group.

INFORMATION ON THE GROUP AND THE LENDER

The Company is an investment holding company. The principal activities of the Group are (1) the provision of integrated circuit solutions and the design, development and sales of integrated circuits; (2) the provision of investment and planning consulting service, real estate agent, property management services and car parking management services in the People's Republic of China; and (3) money lending business. The Lender is an indirect wholly-owned subsidiary of the Company and is licensed to conduct money lending business in Hong Kong through the provision of unsecured and secured loans to customers, including individuals and corporations, under the provisions of the Money Lenders Ordinance.

REASONS FOR LOAN AGREEMENT AND SUPPLEMENTAL AGREEMENTS

Taking into account the principal activities of the Group, the provision of the Loan to the Borrower was in the ordinary and usual course of business of the Group on normal commercial terms within the meaning of the GEM Listing Rules.

The terms of the Loan Agreement, including the applicable interest, were negotiated on an arm's length basis between Easy Loan and the Borrower, with reference to the prevailing market interest rates and practices. The Directors were of the view that the provision of the Loan was on normal commercial terms within the meaning of the GEM Listing Rules. The Directors were of the view that the terms of the Loan Agreement were entered into on normal commercial terms based on the credit policy of the Company. Taking into account the satisfactory financial background of the Borrower and that a stable revenue and cashflow stream from the interest income was expected, the Directors considered that the terms and conditions of the Loan Agreement were fair and reasonable and in the interests of the Company and its shareholders as a whole.

The terms of the Loan Agreements and the 3rd Supplemental Agreement are negotiated on an arm's length basis between Easy Loan and the Borrower. Given the time and administrative cost of entering into of a new loan agreement, the Directors consider that the entering into of the 3rd Supplemental Agreement is fair and reasonable and in the interests of the Company and its shareholders as a whole.

GEM LISTING RULES IMPLICATIONS

As one of the applicable percentage ratios (as defined under the GEM Listing Rules) in respect of the unsecured loan granted under the 3rd Supplemental Agreement to the Loan Agreements to the Borrower were more than 5% but less than 25%, the unsecured loan granted under the 3rd Supplemental Agreement constitutes a discloseable transaction of the Company under Chapter 19 of the GEM Listing Rules and is therefore subject to reporting and announcement requirements under the GEM Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the following meanings:

“Board”	the board of Directors
“Customer A / Borrower”	being an individual and an Independent Third Party
“Company”	New Western Group Limited, a company incorporated in the Cayman Islands with limited liability and the shares of which are listed on GEM
“Directors”	the directors of the Company
“Easy Loan” / “Lender”	Easy Loan Finance Limited, a company incorporated in Hong Kong with limited liability and an indirect wholly-owned subsidiary of the Company
“GEM Listing Rules”	the Rules Governing the Listing of Securities on GEM, as amended from time to time
“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 People's Republic of China
“Independent Third Party(ies)”	person(s) who or company(ies) together with its/their ultimate beneficial owner(s) which, to the best of the Directors' knowledge, information and belief having made all reasonable enquiries, is/are third party(ies) independent of the Company and its connected person(s)
“Loan”	an unsecured loan in the principal amount of HK\$3.5 million granted by Easy Loan as the Lender to Customer A as the Borrower pursuant to the Loan Agreement

“Loan Agreement”	the loan agreement dated 24 May 2017 entered into between Easy Loan and the Borrower in respect of an unsecured loan in the amount of HK\$3.5 million
“Loan Agreements”	the Loan Agreement, 1st Supplemental Agreement and 2nd Supplemental Agreement
“Money Lenders Ordinance”	the Money Lenders Ordinance (Chapter 163 of the laws of Hong Kong) as amended, supplemented or otherwise modified from time to time
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“1st Supplemental Agreement”	the 1st supplemental agreement dated 24 November 2017 to the Loan Agreement entered into between Easy Loan and the Borrower in relation to the extension of the 1st Final Repayment Date under the Loan Agreement
“2nd Supplemental Agreement”	the 2nd supplemental agreement dated 24 May 2018 to the 1st Supplemental Agreement and Loan Agreement entered into between Easy Loan and the Borrower in relation to the extension of the 2nd Final Repayment Date under the 1st Supplemental Agreement
“3rd Supplemental Agreement”	the 3rd supplemental agreement dated 24 August 2018 to the Loan Agreements entered into between Easy Loan and the Borrower in relation to the extension of the 3rd Final Repayment Date under the 2nd Supplemental Agreement

By order of the Board
New Western Group Limited
Dr. Sung Tak Wing Leo
Chief Executive Officer and Executive Director

Hong Kong, 24 August 2018

As at the date of this announcement, the executive Directors are Mr. Zhang Qing, Dr. Sung Tak Wing Leo and Mr. Lau Mo; the non-executive Director is Mr. Liu Kam Lung and the independent non-executive Directors are Mr. Cheung Chi Man Dennis, Mr. Chiu Yu Wang and Mr. Ko Yin Wai.

*This announcement, for which the directors of the Company (the “**Directors**”) collectively and individually accept full responsibilities, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

This announcement will remain on the “Latest Company Announcements” page of the GEM website at www.hkgem.com for a minimum period of 7 days from the date of its publication and on the Company’s website at www.newwesterngroup.com.hk.