

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.



浙江展望股份有限公司

ZHEJIANG PROSPECT COMPANY LIMITED*

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

(Stock Code: 08273)

**SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO
QUARTERLY UPDATE ON RECENT DEVELOPMENT OF
SUSPENSION OF TRADING**

This announcement is made by the board (“**Board**”) of directors (“**Directors**”) of Zhejiang Prospect Company Limited* (the “**Company**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM (the “**GEM Listing Rules**”) of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions (as defined in the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement of the Company dated 12 April 2019 (the “**Announcement**”) in relation to the quarterly update on recent development of suspension of trading. Unless otherwise stated, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcement.

The Company would like to provide further information in relation to the proposed investigations on the Transactions.

Proposed Investigations on the Transactions

As at the date of this announcement, the Company has already retained KLC Corporate Advisory and Recovery Limited to conduct further investigations on the Transactions. The scope of work include (but not limited to) the following:

1. To conduct investigation on the Transactions by reviewing all available records, including but not limited to accounting ledgers, bank statements and correspondences, sale and purchase contracts and termination agreement;
2. To conduct independent researches, including background searches, and interviews of the parties/connected parties or counterparties involved in the Transactions;
3. To attend site visits, where appropriate, for investigation;
4. To conduct trade analyses on the Transactions;
5. To evaluate and analyze the findings with regard to addressing the issues that relate to the lack of sufficiency audit evidence to demonstrate commercial rationales of the Transactions;
6. Based on the documentary evidences provided by the Company, in relation to the Transactions, to assess if the Directors/compliance officer have complied with the requirements as set out in Chapter 5 of the GEM Listing Rules; and
7. To prepare a forensic report.

The Company anticipates that the investigation will be commenced in May 2019 and a draft forensic report will be available in June 2019.

CONTINUAL SUSPENSION OF TRADING OF SHARES

Trading in the shares of the Company has been suspended since 9:00 a.m. on 3 April 2018 and will continue to be suspended until further notice. The Company will keep the public informed of the latest developments by making further announcement(s) as and when appropriate.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares or other securities of the Company.

By order of the Board
Zhejiang Prospect Company Limited*
Fei Guo Yang
Chairman

Zhejiang Province, the People's Republic of China
9 May 2019

As at the date of this announcement, the Board comprises Mr. Fei Guo Yang, Mr. Hong Guo Ding and Mr. Hong Chun Qiang as executive Directors; Mr. Tang Cheng Fang, Ms. Tang Jing Jing and Mr. Tang Jing Qi as non-executive Directors; and Mr. Wang He Rong, Mr. Lu Guo Qing and Mr. Ma Hong Ming as independent non-executive Directors.

This announcement, for which the Directors collectively and individually accept full responsibility, 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 GEM website at <http://www.hkgem.com> on the “Latest Company Announcements” page for at least seven days from the date of its posting and the Company’s website at <http://www.zhejiangprospect.com>.

* For identification purposes only