

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.



CHINA TRENDS HOLDINGS LIMITED

中國趨勢控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code:8171)

(Warrant Code: 8015)

**SHARE TRANSACTION
THE APPOINTMENT OF YU MING INVESTMENT MANAGEMENT
LIMITED AS THE COMPANY'S FINANCIAL ADVISOR**

Reference is made to the announcements(the “**Announcements**”) of **China Trends Holdings Limited** (the “**Company**”) dated 10 June 2019 and 14 June 2019 in relation to, inter alia, the decision of the Stock Exchange (“**HKEX Decision**”) to suspend trading in the shares of the Company under Rule 9.04 of the GEM Listing Rules. Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements.

On 4 July 2019 (after trading hours of the Stock Exchange), the Company signed an engagement letter to appoint Yu Ming Investment Management Limited (“**Yu Ming**”) as the Company’s financial advisor to deal with the HKEX Decision (“**Engagement Letter**”).

The Directors, having made all reasonable enquiries, to the best of their knowledge, information and belief, confirmed that Yu Ming and all of its respective shareholder(s) and ultimate beneficial owner(s) are independent of and not connected with the Company and its connected persons (having the meaning ascribed to it under the GEM Listing Rules).

MAIN TERMS OF THE ENGAGEMENT LETTER

1. Yu Ming is to advise the Company on matters relating to the HKEX Decision in compliance with, inter alia, the GEM Listing Rules.
2. Yu Ming is to assist the Company to prepare submissions to the Stock Exchange in respect of the HKEX Decision, including but not limited to preparation of submissions for, coaching of directors and attendance to the review hearings.
3. In the event that the shares of the Company are delisted after exhausting the review process within the Stock Exchange, Yu Ming is to assist the Company in pursuing a judicial review against the delisting if the Company so chooses to.

4. The advisory fee is HK\$5,000,000 payable by the Company in the following manners:
- 1) HK\$500,000 in cash upon signing of the Engagement Letter; and
 - 2) subject to the approval of the Stock Exchange, HK\$4,500,000 by the issuance of 450,000,000 shares of the Company at HK\$0.01 per share upon resumption of trading in the shares of the Company under the Director's General Mandate.

GEM LISTING RULES IMPLICATION

As the consideration under the Engagement Letter includes securities for which listing will be sought and where all percentage ratios are less than 5%, the Engagement Letter constitutes a share transaction on the part of the Company under Chapter 19 of the GEM Listing Rules, which is subject to the reporting and announcement requirements.

By order of the Board
China Trends Holdings Limited
Xiang Xin
Chairman and Chief Executive Officer

Hong Kong, 4 July 2019

As at the date of this announcement, the executive Directors are Mr. Xiang Xin (Chairman), Mr. Chan Cheong Yee and Mr. Yip, Wing Ho; the independent nonexecutive Directors are Mr. Wong Chung Kin, Quentin, Ms. An Jing and Mr. Chen Yicheng. Ms. Kung Ching is an alternate Director to Mr. Xiang Xin.

This announcement, for which the Directors collectively and individually accept full responsibilities, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM for the purpose of giving information with regards to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material aspects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumption that are fair and reasonable.

This announcement will remain on the "Latest Company Announcements" page of the Stock Exchange's website at www.hkexnews.hk for 7 days from the date of its posting. This announcement will also be posted on the Company's website at www.8171.com.hk.