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華人策略控股有限公司

Chinese Strategic Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 8089)

DISCLOSEABLE TRANSACTION LOAN TRANSACTION

The Board announces that on 5 June 2020 (after trading hours), the Lender, a wholly-owned subsidiary of the Group, entered into the Loan Agreement with the Borrower, pursuant to which the Lender agreed to provide to the Borrower a loan of HK\$5,000,000 for a term of 6 months.

As one or more of the applicable percentage ratios under Chapter 19 of the GEM Listing Rules in respect of the Loan granted to the Borrower under the Loan Agreement is more than 5% but less than 25%, the Loan granted under the Loan Agreement constitutes a discloseable transaction of the Company under Chapter 19 of the GEM Listing Rules and is therefore subject to the reporting and announcement requirements under the GEM Listing Rules.

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THE LOAN AGREEMENT

Principal terms of the Loan Agreements are set out as below:

Date:	5 June 2020 (after trading hours)
Lender:	Fameway Finance Limited, a company incorporated in Hong Kong with limited liability and a wholly-owned subsidiary of the Group
Borrower:	GFL (Murray) Holdings Limited, a company incorporated in the British Virgin Islands with limited liability and to the best of the Directors' knowledge, information and belief having made all reasonable enquiries, it and its ultimate beneficial owner are third parties independent of the Company and its connected persons as at the date of this announcement
Principal amount:	HK\$5,000,000
Interest rate:	18% per annum with interest payable in monthly intervals
Repayment date:	6 months from the drawdown date, callable on demand by the Lender upon the occurrence of an event of default as provided under the Loan Agreement
Drawdown date:	within 7 days of the execution of the Loan Agreement
Early repayment:	early repayment without penalty shall be permitted by the Borrower by giving not less than 7 days' notice in writing
Option:	the Lender has the right within 180 days of the date of the Loan Agreement to assign a party to operate sales of tea and beverage products at Borrower's premises

The Loan will be funded by internal resources of the Group.

INFORMATION AND RELATIONSHIP WITH THE BORROWER

The Borrower is a company incorporated in the British Virgin Islands with limited liability and is an investment holding company with a restaurant in Central. To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, Borrower and its ultimate beneficial owners are third parties independent of the Company and its connected persons as at the date of this announcement.

REASON FOR AND BENEFITS OF THE PROVISION OF THE LOAN

The Company is an investment holding company. The Group is principally engaged in the business of investment in properties for rental income, trading of securities and dividend income from investments held for trading, as well as provision of financing services.

The Lender is a licensed money lender holding a valid money lenders licence under the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong) and is principally engaged in the business of money lending. The provision of the Loan is a transaction carried out as part of the ordinary and usual course of business of the Group.

The terms of the Loan Agreement (including the interest rate) were arrived at by the parties thereto after arm's length negotiations, with reference to prevailing commercial practice, and the amount of the Loan Agreement. The Directors consider that the terms of the Loan Agreement are fair and reasonable and the provision of the Loan is in the interest of the Company and the Shareholders as a whole.

IMPLICATIONS UNDER THE LISTING RULES

As one or more of the applicable percentage ratios under Chapter 19 of the GEM Listing Rules in respect of the Loan granted to the Borrower under the Loan Agreement is more than 5% but less than 25%, the Loan granted under the Loan Agreement constitutes a discloseable transaction of the Company under Chapter 19 of the GEM Listing Rules and is therefore subject to the reporting and announcement requirements under the GEM Listing Rules.

DEFINITIONS

In this announcement, the following expressions shall have the meanings as set out below unless the context otherwise requires:

“Board”	the board of Directors
“Borrower”	GFL (Murray) Holdings Limited, a company incorporated in the British Virgin Islands with limited liability and to the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, it and its ultimate beneficial owner are third parties independent of the Company and its connected persons as at the date of this announcement
“Company”	Chinese Strategic Holdings Limited, a company incorporated in Bermuda with limited liability, the shares of which are listed on GEM of the Stock Exchange
“connected person(s)”	has the meaning ascribed to it under the GEM Listing Rules
“Director(s)”	director(s) of the Company
“GEM Listing Rules”	the Rules Governing the Listing of Securities on GEM of the Stock Exchange (as amended from time to time)
“GEM”	The GEM of the Stock Exchange
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollar, 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)”	individual(s) or company(ies) who or which is/are independent of and not connected with (within the meaning of the GEM Listing Rules) the Company and any directors, chief executives or substantial shareholders (within the meaning of the GEM Listing Rules) of the Company, its subsidiaries or any of their respective associates and not otherwise a connected person of the GEM Company

“Loan”	loan in the amount of HK\$5,000,000 granted by the Lender to the Borrower pursuant to the Loan Agreement
“Loan Agreement”	loan agreement dated 5 June 2020 entered into between the Lender and Borrower
“Lender”	Fameway Finance Limited, a company incorporated in Hong Kong with limited liability and a wholly-owned subsidiary of the Group
“Shareholder(s)”	shareholder(s) of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

By Order of the Board
Chinese Strategic Holdings Limited
Lam Kwok Hing Wilfred
Chairman

Hong Kong, 8 June 2020

As at the date hereof, the Company’s executive Directors are Ms. Chan Shui Sheung Ivy and Mr. Mok Tsan San; the non-executive Director is Mr. Lam Kwok Hing Wilfred, J.P. (Chairman); and the independent non-executive Directors are Ms. Yuen Wai Man, Mr. Chow Fu Kit Edward and Mr. Lam Raymond Shiu Cheung.

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 “Latest Listed Company Information” page of the GEM website at www.hkgem.com for at least 7 days and the Company website at www.chinesestrategic.com from the date of its publication.