

14 July 2020

**High Concentration of Shareholding
in
Wing Fung Group Asia Limited (Stock Code: 08526)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Wing Fung Group Asia Limited (“the Company”) in the hands of a limited number of shareholders as at 23 June 2020.

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

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that as at 23 June 2020, 25 shareholders held an aggregate of 90,760,000 Shares, representing 15.81% of the issued Shares. Such shareholding, together with 430,500,000 Shares (representing 75.00% of the issued Shares) held by the controlling shareholder, represented 90.81% of the issued Shares as at 23 June 2020. Therefore only 52,740,000 Shares (representing 9.19% of the issued Shares) were held by other shareholders.

As at 23 June 2020, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Wing Fung Capital Limited (Note 1)	430,500,000	75.00
A group of 25 shareholders	90,760,000	15.81
Other shareholders	52,740,000	9.19
Total	574,000,000	100.00

Note 1: Wing Fung Capital Limited is owned as to 78.87% by an executive Director, Chairman and Chief Executive Officer of the Company Mr. Chung Chi Keung.

The Company was listed on the GEM Board of the Stock Exchange of Hong Kong Limited on 27 February 2018 by way of placing and public offer of a total of 143,500,000 Shares (representing 25% of the issued Shares) at HK\$0.38 per Share. At the time of listing, the top 25 placees, together with the controlling shareholder, held an aggregate 88.57% of the issued Shares.



The closing price of the Shares increased 61.8% from HK\$0.275 on 2 January 2020 to HK\$0.445 on 14 May 2020.

After market close on 14 May 2020, the Company announced that on 14 May 2020 it had submitted a formal application to the Stock Exchange of Hong Kong Limited in respect of the proposed transfer of listing of the Shares from GEM to the Main Board.

As at 13 July 2020, the price of the Shares closed at HK\$0.395.

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