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**CHONG SING HOLDINGS FINTECH GROUP LIMITED**  
**中新控股科技集團有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

(Stock Code: 8207)

**INSIDE INFORMATION**  
**IN RELATION TO VOLUNTARY EXIT OF A SUBSIDIARY**

This announcement is made by Chong Sing Holdings Fintech Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM made by the Stock Exchange (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

Reference is made to the announcement (the “**Announcement**”) of the Company dated 24 June 2020 in relation to inside information – winding up petition against the Company (the “**Petition**”).

**VOLUNTARY EXIT OF A SUBSIDIARY**

The board (the “**Board**”) of directors (the “**Directors**”) of the Company hereby announces that the Company has resolved that, given the following circumstances and at the request of its subsidiary, K&R International Limited (“**K&R**”), holder of a stored value facility license issued by the Hong Kong Monetary Authority (“**HKMA**”), the Company agrees to K&R’s voluntary exit as an operator of the stored value facility business (the “**SVF Business**”) in a timely and orderly manner (the “**Voluntary Exit**”):

1. In late June 2020, in consideration of (i) K&R’s current financial situation and (ii) the Petition filed against the Company by Eternity Sky Investments Limited with the Grand Court of the Cayman Islands pursuant to section 92(d) Companies Law (2020 Revision) of the Cayman Islands on the ground that the Company is unable to pay its debt, K&R requested the Company for financial support in light of its ongoing need to fulfil obligations applicable to K&R under the Payment Systems and Stored Value Facilities Ordinance, Cap.584 Laws of Hong Kong (the “**Ordinance**”);

2. Since or about 2019, the Company had experienced certain financial and liquidity problems. The Company was unable to provide financial support to K&R in light of its ongoing need to fulfil its obligations as a licensee under the Ordinance;
3. In the second half of 2019, the Company began to actively seek potential buyers for sale of K&R but has been unable to identify a suitable buyer for the purpose of the Ordinance, in particular, (i) due to COVID-19, travel restrictions imposed by the local government authorities had caused the potential buyers unable to conduct the necessary due diligence work and (ii) the potential buyers might not be able to fulfil all the relevant statutory requirements under the Ordinance; and
4. The financial impact of the Voluntary Exit to the Group would be an impairment on goodwill and intangible assets of approximately RMB28 million and RMB43 million, respectively.

In the circumstances, the Company considered that K&R should not have the good opportunity to continue to sustain the SVF Business and K&R should initiate as soon as practicable the Voluntary Exit in an orderly and smoothly process with its exit plan developed in accordance with the regulatory requirement of HKMA.

#### **CONTINUED SUSPENSION OF TRADING IN THE SHARES**

Upon request of the Company, trading in the shares of the Company (the “**Shares**”) on the GEM of the Stock Exchange has been suspended since 9:00 a.m. on 8 July 2019 (Monday) and will continue to be suspended until further notice pending fulfilment of all the resumption guidance and the additional resumption guidance(s).

**Shareholders and potential investors of the Company should exercise caution when dealing in the Shares.**

By Order of the Board  
**Chong Sing Holdings FinTech Group Limited**  
**Hu Xiuren**  
*Chairman, Chief Executive Officer  
and Executive Director*

Hong Kong, 11 September 2020

As at the date of this announcement, the Directors are:

*Executive Directors:*

Mr. Hu Xiuren (*Chairman and Chief Executive Officer*)

Mr. Wong Ka Bo, Jimmy

*Non-executive Director:*

Ms. Li Shuang

*Independent Non-executive Directors:*

Mr. Bu Fancheng

Mr. Wang Chengqing

Ms. Zhou Zhan

*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 Company Announcements” page of the GEM website ([www.hkgem.com](http://www.hkgem.com)) for at least 7 days from the date of its publication. This announcement will also be published on the website of the Company ([www.csfgroup.com](http://www.csfgroup.com)).*

*In the case of inconsistency, the English text of this announcement shall prevail over the Chinese text.*