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中國幸福投資(控股)有限公司
China Fortune Investments (Holding) Limited

(incorporated in the Cayman Islands with limited liability)

(Stock code: 8116)

**QUARTERLY UPDATE ON DEVELOPMENT OF
SUSPENSION OF TRADING
AND
DECISION OF THE GEM LISTING REVIEW COMMITTEE**

Financial Adviser to the Company

AMASSE CAPITAL
寶 積 資 本

Reference is made to the Company's announcements dated 15 June 2020, 22 June 2020 and 21 August 2020 ("**Announcements**") in relation to updates on the development of suspension of trading and decision of the GEM Listing Committee. Terms used herein shall have the same meanings as defined in the Announcements unless otherwise stated.

DECISION OF THE GEM LISTING REVIEW COMMITTEE

On 2 November 2020, the GEM Listing Review Committee heard the application by the Company for a review of the decision of the GEM Listing Committee to cancel the Company's listing under Rule 9.14A of the GEM Listing Rules (the "**GEM Listing Committee Decision**"). On 19 November 2020, the Company received the decision of the GEM Listing Review Committee (the "**GEM Listing Review Committee Decision**") on such application. Pursuant to the GEM Listing Review Committee Decision, the GEM Listing Review Committee (i) overturned the GEM Listing Committee Decision; and (ii) granted the Company an extension of time to the end of June 2021 to enable the Company to have its application in the High Court Proceedings (as defined below) heard and to address its compliance with Rule 17.26 of the GEM Listing Rules and related matters.

THE HIGH COURT PROCEEDINGS

As disclosed in the First Quarterly Report 2020, the Half Yearly Report 2020 and the Third Quarterly Report 2020 of the Company, on 16 January 2020, the Company has commenced legal proceedings at the High Court of the Hong Kong Special Administrative Region (HCA 88/2020) (the “**High Court Proceedings**”) against Tai Quan Enterprises Limited, Extreme Rich Corporate Development Limited (collectively, the “**Vendors**”) and Radiant Thrive Enterprises Limited (“**Radiant**”). The Company’s claims are for, among others, rescission of (i) the acquisition agreement entered between the Company and the Vendors for acquiring the entire share capital of Affluent Grand Limited on 28 April 2017; and (ii) the convertible bonds instruments and promissory notes (subsequently transferred to Radiant on 19 June 2018) issued to the Vendors on 27 November 2017, for fraudulent misrepresentation.

As at the date of this announcement, the High Court Proceedings are still on-going. Further announcement regarding the High Court Proceedings will be made by the Company as and when appropriate.

SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been suspended with effect from 9:00 a.m. on 5 November 2018 and will continue to be suspended until further notice.

By order of the Board of
CHINA FORTUNE INVESTMENTS (HOLDING) LIMITED
Cheng Wing Tsan
Chairman

Hong Kong, 23 November 2020

As at the date of this announcement, the Board comprises six executive Directors, namely, Mr. Cheng Wing Tsan (Chairman), Mr. Zhou Dengchao, Ms. Pan Xuemei, Mr. Cheng Chun Tak, Mr. Stephen William Frostick and Mr. Wong Chi Ho, one non-executive Director, namely Mr. Huang Shenglan and three independent non-executive Directors, namely Mr. Chang Jun, Mr. Xu Jingan and Mr. Lee Chi Hwa Joshua.

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 7 days from the date of its posting and on the website of the Company.