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CHINA E-INFORMATION TECHNOLOGY GROUP LIMITED

中國網絡信息科技集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 08055)

- (1) DISCLOSEABLE TRANSACTIONS IN RELATION TO THE SECOND TO THE SIXTH EXTENSIONS OF YDJ LOAN AGREEMENT;**
- (2) DISCLOSEABLE TRANSACTIONS IN RELATION TO THE FOURTH TO THE EIGHTH EXTENSIONS OF LKY LOAN AGREEMENTS;**
- (3) DISCLOSEABLE TRANSACTIONS IN RELATION TO THE FOURTH TO THE FIFTH EXTENSIONS OF SXN LOAN AGREEMENT; AND**
- (4) DISCLOSEABLE TRANSACTIONS & MAJOR TRANSACTION IN RELATION TO THE FINANCIAL ADVISORY AGREEMENT, THE REPAYMENT AGREEMENT AND THE REPAYMENT EXTENSION AGREEMENTS**

THE SECOND TO THE SIXTH EXTENSIONS OF YDJ LOAN AGREEMENT

On 17 June 2019, the Company and Borrower YDJ entered into the Second YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 September 2019.

On 17 September 2019, the Company and Borrower YDJ entered into the Third YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 December 2019.

On 17 December 2019, the Company and Borrower YDJ entered into the Fourth YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 June 2020.

On 27 May 2020, the Company and Borrower YDJ entered into the Fifth YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 27 November 2020.

On 27 November 2020, the Company and Borrower YDJ entered into the Sixth YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 27 March 2021.

As at the date of this announcement, the total outstanding amount under the YDJ Loan Agreement is HK\$11,928,855.13, which comprises outstanding principal of HK\$9,249,328.72 and outstanding interest of HK\$2,679,526.41, as YDJ has repaid HK\$4,750,671.28 to the Company.

THE FOURTH TO THE EIGHTH EXTENSIONS OF LKY LOAN AGREEMENTS

On 15 June 2019, the Company and Borrower LKY entered into the Fourth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 15 September 2019.

On 15 September 2019, the Company and Borrower LKY entered into the Fifth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 15 December 2019.

On 27 November 2019, the Company and Borrower LKY entered into the Sixth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 27 May 2020.

On 27 May 2020, the Company and Borrower LKY entered into the Seventh LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 27 November 2020.

On 27 November 2020, the Company and Borrower LKY entered into the Eighth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 27 September 2021.

As at the date of this announcement, the total outstanding amount under the LKY Loan Agreement is HK\$16,115,079.45, which comprises outstanding principal of HK\$13,200,000 and outstanding interest of HK\$2,915,079.45, as LKY has repaid HK\$1,800,000 to the Company.

THE FOURTH TO THE FIFTH EXTENSIONS OF SXN LOAN AGREEMENT

On 27 May 2020, the Company and Borrower SXN entered into the Fourth SXN Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the SXN Loan Agreement to 27 November 2020.

On 27 November 2020, the Company and Borrower SXN entered into the Fifth SXN Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the SXN Loan Agreement to 27 June 2021.

As at the date of this announcement, the total outstanding amount under the SXN Loan Agreement is HK\$5,643,005.48, which comprises outstanding principal of HK\$4,150,000 and outstanding interest of HK\$1,493,005.48, as SXN has repaid HK\$3,850,000 to the Company.

THE FINANCIAL ADVISORY AGREEMENT, THE REPAYMENT AGREEMENT AND REPAYMENT EXTENSION AGREEMENTS

The Financial Advisory Agreement

On 1 July 2015, the Company entered into the Financial Advisory Agreement with CDI, pursuant to which CDI was engaged by the Company for the provision of advisory services on investment and the Company paid CDI escrow monies in the amount of HK\$60,000,000 (the “**Escrow Monies**”), including (i) HK\$20,000,000 in advance as advisory service fees; and (ii) HK\$40,000,000 as investment funds held on trust for and on behalf of the Company. Prior to the termination of the Financial Advisory Agreement, advisory service fees of HK\$5,000,000 were incurred by the Company for CDI’s introduction of potential business projects to the Company.

The Repayment Agreement

On 19 March 2018, the Company entered into the Repayment Agreement with CDI, pursuant to which the parties acknowledged the termination of the Financial Advisory Agreement on 30 June 2016 and recognised the sum of HK\$55,000,000 as balance of the Escrow Monies due and payable by CDI to the Company. Under the Repayment Agreement, CDI repaid HK\$10,000,000 to the Company on 19 March 2018 and shall repay HK\$45,000,000 to the Company in one year in two equal successive half-yearly instalments.

The Repayment Extension Agreements

On 19 September 2018, the Company entered into the First Repayment Extension Agreement with CDI, pursuant to which the repayment schedule under the Repayment Agreement was amended to the effect that CDI shall repay HK\$45,000,000 in full on 19 March 2019.

On 20 March 2019, the Company entered into the Second Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 19 June 2019. On 20 March 2019, the Company also entered into the First Guarantee Agreement with Gala Blossom as guarantor and CDI as guarantee pursuant to which Gala Blossom agreed to guarantee all its assets as at 20 March 2019 in favour of CDI in respect of the repayment under the Second Repayment Extension Agreement.

On 19 June 2019, the Company entered into the Third Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 19 September 2019. On 19 June 2019, the Company also entered into the Second Guarantee Agreement with Mr. Chen Hong and Gala Blossom as guarantors and CDI as guarantee pursuant to which Mr. Chen Hong agreed to guarantee all his interests in shares of Gala Blossom which had not been pledged to any third party and Gala Blossom agreed to guarantee all its assets, in favour of CDI in respect of the repayment under the Third Repayment Extension Agreement.

On 19 September 2019, the Company entered into the Fourth Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 19 December 2019.

On 27 November 2019, the Company entered into the Fifth Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 27 November 2020. On 27 November 2019, the Company also entered into the Third Guarantee Agreement with Mr. Chen Hong and Gala Blossom as guarantors and CDI as guarantee pursuant to which Mr. Chen Hong agreed to guarantee all his interests in shares of Gala Blossom which had not been pledged to any third party and Gala Blossom agreed to guarantee all its assets, in favour of CDI in respect of the repayment under the Fifth Repayment Extension Agreement.

On 27 November 2020, the Company entered into the Sixth Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 27 November 2021. On 27 November 2019, the Company also entered into the Fourth Guarantee Agreement with Mr. Chen Hong and Gala Blossom as guarantors and CDI as guarantee pursuant to which Mr. Chen Hong agreed to guarantee all his interests in shares of Gala Blossom which had not been pledged to any third party and Gala Blossom agreed to guarantee all its assets, in favour of CDI in respect of the repayment under the Sixth Repayment Extension Agreement.

As at the date of this announcement, out of the remaining balance of HK\$55,000,000 agreed to be repaid by CDI under the Repayment Agreement, CDI repaid HK\$14,752,270 to the Company and HK\$40,247,730 remains outstanding.

GEM LISTING RULES IMPLICATIONS

As one or more of the applicable percentage ratios in respect of transactions contemplated under each of (i) the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement, the Fourth YDJ Loan Extension Agreement, the Fifth YDJ Loan Extension Agreement and the Sixth YDJ Loan Extension Agreement; (ii) the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement, the Sixth LKY Loan Extension Agreement, the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement; (iii) the Fourth SXN Loan Extension Agreement and the Fifth SXN Loan Extension Agreement; (iv) the Financial Advisory Agreement, the Repayment Agreement, the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement and the Fifth Repayment Extension Agreement exceeded 5% but was below 25%, the entering into of each of (i) the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement, the Fourth YDJ Loan Extension Agreement, the Fifth YDJ Loan Extension Agreement and the Sixth YDJ Loan Extension Agreement; (ii) the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement, the Sixth LKY Loan Extension Agreement, the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement; (iii) the Fourth SXN Loan Extension Agreement and the Fifth SXN Loan Extension Agreement; (iv) the Financial Advisory Agreement, the Repayment Agreement, the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement and the Fifth Repayment Extension Agreement and the transactions contemplated thereunder constituted a disclosable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore subject to the reporting and announcement requirements under the GEM Listing Rules.

As one or more of the applicable percentage ratios in respect of transactions contemplated under the Sixth Repayment Extension Agreement exceeded 25% but was below 75%, the entering into of the Sixth Repayment Extension Agreement and the transactions contemplated thereunder constituted a major transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore subject to the reporting, announcement and shareholders' approval requirements under the GEM Listing Rules.

As the transactions contemplated under each of (i) the Sixth YDJ Loan Extension Agreement; (ii) the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement; and (iii) the Repayment Agreement, the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement, the Fifth Repayment Extension Agreement and the Sixth Repayment Extension Agreement involved an advance to an entity by the Company which exceeded 8% under the asset ratio as defined under Rule 19.07(1) of the GEM Listing Rules, the Company was under a general obligation to disclose the details of (i) the extension granted to the YDJ Loan Agreement under the Sixth YDJ Loan Extension Agreement; (ii) the extensions granted to the LKY Loan Agreements under the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement; and (iii) the Repayment Agreement and the extensions granted to the Repayment Agreement under the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement, the Fifth Repayment Extension Agreement and the Sixth Repayment Extension Agreement pursuant to Rules 17.15 and 17.17 of the GEM Listing Rules.

I. THE SECOND TO THE SIXTH EXTENSIONS OF YDJ LOAN AGREEMENT

Background

On 18 December 2018, the Company as a lender and Borrower YDJ entered into the YDJ Loan Agreement pursuant to which the Company agreed to provide Borrower YDJ a loan in the principal amount of HK\$14,000,000 for 3 months at an interest rate of 6% per annum and Borrower YDJ agreed to repay the principal amount and the accrued interests due and payable in full on 17 March 2019 to the Company. The loan advanced to Borrower YDJ under the YDJ Loan Agreement was financed by internal resources of the Company.

On 17 March 2019, the Company and Borrower YDJ entered into the First YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 June 2019. Save as aforesaid, all the material terms and conditions of the YDJ Loan Agreement shall remain in full force and effect.

The Second to the Sixth YDJ Loan Extension Agreements

On 17 June 2019, the Company and Borrower YDJ entered into the Second YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 September 2019. Save as aforesaid, all the material terms and conditions of the YDJ Loan Agreement (as amended and supplemented by the First YDJ Loan Extension Agreement) shall remain in full force and effect.

On 17 September 2019, the Company and Borrower YDJ entered into the Third YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 December 2019. Save as aforesaid, all the material terms and conditions of the YDJ Loan Agreement (as amended and supplemented by the First YDJ Loan Extension Agreement and the Second YDJ Loan Extension Agreement) shall remain in full force and effect.

On 17 December 2019, the Company and Borrower YDJ entered into the Fourth YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 June 2020. Save as aforesaid, all the material terms and conditions of the YDJ Loan Agreement (as amended and supplemented by the First YDJ Loan Extension Agreement, the Second YDJ Loan Extension Agreement and the Third YDJ Loan Extension Agreement) shall remain in full force and effect.

On 27 May 2020, the Company and Borrower YDJ entered into the Fifth YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 27 November 2020. Save as aforesaid, all the material terms and conditions of the YDJ Loan Agreement (as amended and supplemented by the First YDJ Loan Extension Agreement, the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement and the Fourth YDJ Loan Extension Agreement) shall remain in full force and effect.

On 27 November 2020, the Company and Borrower YDJ entered into the Sixth YDJ Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the YDJ Loan Agreement to 27 March 2021. Save as aforesaid, all the material terms and conditions of the YDJ Loan Agreement (as amended and supplemented by the First YDJ Loan Extension Agreement, the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement, the Fourth YDJ Loan Extension Agreement and the Fifth YDJ Loan Extension Agreement) shall remain in full force and effect.

As at the date of this announcement, the total outstanding amount under the YDJ Loan Agreement is HK\$11,928,855.13, which comprises outstanding principal of HK\$9,249,328.72 and outstanding interest of HK\$2,679,526.41, as YDJ has repaid HK\$4,750,671.28 to the Company.

Information of Borrower YDJ

Borrower YDJ was a project consultant of the Company and the father of a director of China E-Learning (Hong Kong) Company Limited, a wholly-owned subsidiary of the Group, at the material times of entering into the YDJ Loan Agreement and the YDJ Loan Extension Agreements.

As each of the relevant percentage ratios of China E-Learning (Hong Kong) Company Limited as compared to that of the Group was less than 10% for each of the three financial years preceding each of the YDJ Loan Agreement and the YDJ Loan Extension Agreements and was less than 5% for the financial year preceding each of the YDJ Loan Agreement and the YDJ Loan Extension Agreements, China E-Learning (Hong Kong) Company Limited was considered as an insignificant subsidiary of the Company pursuant to Rule 20.08 of the GEM Listing Rules.

Based on the information of the Investigation Report, at all material times of entering into each of the YDJ Loan Agreement and the YDJ Loan Extension Agreements, (i) Borrower YDJ held certain Shares directly and indirectly and was deemed to be interested in less than 10% of the issued share capital of the Company by virtue of part XV of the SFO during 18 December 2018 to 27 November 2020; (ii) save as disclosed herein, Borrower YDJ did not have any other relationship with the Company or its connected persons required to be disclosed under Chapter 19 of the GEM Listing Rules; and hence (iii) Borrower YDJ was not regarded as a connected person of the Company under Chapter 20 of the GEM Listing Rules and was an Independent Third Party in respect of transactions contemplated under each of the YDJ Loan Agreement and the YDJ Loan Extension Agreements.

Reasons for entering into the YDJ Loan Agreement and YDJ Loan Extension Agreements

As revealed from the Investigation Report after making reasonable enquiries with the former Directors, the reasons for the Board at all material times entering into the YDJ Loan Agreement and YDJ Loan Extension Agreements were as follows:

- (i) YDJ had the repayment ability since he held certain shares of the Company and other listed companies, had business dealings with the Company and introduced many projects to the Company;
- (ii) the Company maintained sufficient capital and its business was in normal operation at that time; and

(iii) there were no other favourable income sources and/or investment opportunities for the Company.

The Board at all material times believed that the entering into of the YDJ Loan Agreement and YDJ Loan Extension Agreements were in the interests of the Company and the Shareholders as a whole and would increase revenue and operating income of the Company.

GEM Listing Rules Implications

As none of the applicable percentage ratios in respect of transactions contemplated under the YDJ Loan Agreement and the First YDJ Loan Extension Agreement exceeded 5%, the entering into of the YDJ Loan Agreement and the First YDJ Loan Extension Agreement and the transactions contemplated thereunder did not constitute a notifiable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore not subject to any disclosure requirements under the GEM Listing Rules.

As one or more of the applicable percentage ratios in respect of transactions contemplated under each of the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement, the Fourth YDJ Loan Extension Agreement, the Fifth YDJ Loan Extension Agreement and the Sixth YDJ Loan Extension Agreement exceeded 5% but was below 25%, the entering into of each of the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement, the Fourth YDJ Loan Extension Agreement, the Fifth YDJ Loan Extension Agreement and the Sixth YDJ Loan Extension Agreement and the transactions contemplated thereunder constituted a disclosable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore subject to the reporting and announcement requirements under the GEM Listing Rules.

As the transactions contemplated under the Sixth YDJ Loan Extension Agreement involved an advance to an entity by the Company which exceeded 8% under the asset ratio as defined under Rule 19.07(1) of the GEM Listing Rules, the Company was under a general obligation to disclose the details of the extension granted to the YDJ Loan Agreement under the Sixth YDJ Loan Extension Agreement pursuant to Rules 17.15 and 17.17 of the GEM Listing Rules.

II. THE FOURTH TO THE EIGHTH EXTENSIONS OF LKY LOAN AGREEMENT

Background

On 30 November 2018, the Company as a lender and Borrower LKY entered into the First LKY Loan Agreement pursuant to which the Company agreed to provide Borrower LKY a loan in the principal amount of HK\$10,000,000 for 21 days at an interest rate of 6% per annum and Borrower LKY agreed to repay the principal amount and the accrued interests due and payable in full on 20 December 2018 to the Company.

On 10 December 2018, the Company as a lender and Borrower LKY entered into the Second LKY Loan Agreement pursuant to which the Company agreed to further provide Borrower LKY a loan in the principal amount of HK\$5,000,000 for 19 days at an interest rate of 6% per annum and Borrower LKY agreed to repay the principal amount and the accrued interests due and payable in full on 28 December 2018 to the Company.

The loans advanced to Borrower LKY under the LKY Loan Agreements were financed by internal resources of the Company.

On 20 December 2018, the Company and Borrower LKY entered into the First LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 28 January 2019. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements shall remain in full force and effect.

On 28 January 2019, the Company and Borrower LKY entered into the Second LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 15 March 2019. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements (as amended and supplemented by the First LKY Loan Extension Agreement) shall remain in full force and effect.

On 15 March 2019, the Company and Borrower LKY entered into the Third LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 15 June 2019. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements (as amended and supplemented by the First LKY Loan Extension Agreement and the Second LKY Loan Extension Agreement) shall remain in full force and effect.

The Fourth to the Eighth LYK Loan Extension Agreements

On 15 June 2019, the Company and Borrower LKY entered into the Fourth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 15 September 2019. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements (as amended and supplemented by the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement and the Third LKY Loan Extension Agreement) shall remain in full force and effect.

On 15 September 2019, the Company and Borrower LKY entered into the Fifth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 15 December 2019. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements (as amended and supplemented by the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement, the Third LKY Loan Extension Agreement and the Fourth LKY Loan Extension Agreement) shall remain in full force and effect.

On 27 November 2019, the Company and Borrower LKY entered into the Sixth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements to 27 May 2020. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements (as amended and supplemented by the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement, the Third LKY Loan Extension Agreement, the Fourth LKY Loan Extension Agreement and the Fifth LKY Loan Extension Agreement) shall remain in full force and effect.

On 27 May 2020, the Company and Borrower LKY entered into the Seventh LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements for 6 months to 27 November 2020. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements (as amended and supplemented by the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement, the Third LKY Loan Extension Agreement, the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement and the Sixth LKY Loan Extension) shall remain in full force and effect.

On 27 November 2020, the Company and Borrower LKY entered into the Eighth LKY Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the LKY Loan Agreements for 10 months to 27 September 2021. Save as aforesaid, all the material terms and conditions of the LKY Loan Agreements (as amended and supplemented by the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement, the Third LKY Loan Extension Agreement, the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement, the Sixth LKY Loan Extension and the Seventh LKY Loan Extension) shall remain in full force and effect.

As at the date of this announcement, the total outstanding amount under the LKY Loan Agreement is HK\$16,115,079.45, which comprises outstanding principal of HK\$13,200,000 and outstanding interest of HK\$2,915,079.45, as LKY has repaid HK\$1,800,000 to the Company.

Information of Borrower LKY

Based on the information of the Investigation Report, at all material times of entering into the LKY Loan Agreements and the LKY Loan Extension Agreements, (i) Borrower LKY was the chairman and director of a company listed on the main board of the Stock Exchange; (ii) Borrower LKY held certain Shares indirectly and was deemed to be interested in less than 10% of the issued share capital of the Company by virtue of part XV of the SFO during the period from 30 November 2018 to 27 November 2020; (iii) save as disclosed herein, Borrower LKY did not have any other relationship with the Company or its connected persons required to be disclosed under Chapter 19 of the GEM Listing Rules; and hence (iii) Borrower LKY was not regarded as a connected person of the Company under Chapter 20 of the GEM Listing Rules and was an Independent Third Party in respect of transactions contemplated under each of the LKY Loan Agreements and the LKY Loan Extension Agreements.

Reasons for entering into the LKY Loan Agreements and LKY Loan Extension Agreements

As revealed from the Investigation Report after making reasonable enquiries with the former Directors, the reasons for the Board at all material times entering into the LKY Loan Agreements and LKY Loan Extension Agreements were as follows:

- (i) LKY had the repayment ability since he held a large amount of shares in Dingyi Group Investment Limited, a company listed on the Stock Exchange (Stock Code: 508) and was the chairman of the board of directors of Dingyi Group Investment Limited;
- (ii) the Company maintained sufficient capital and its business was in normal operation at that time; and
- (iii) there were no other favourable income sources and/or investment opportunities for the Company.

Based on the information of the Investigation Report, the Board at the material times believed that the entering into of the LKY Loan Agreements and LKY Loan Extension Agreements were in the interests of the Company and the Shareholders as a whole and would increase revenue and operating income of the Company.

GEM Listing Rules Implications

As none of the applicable percentage ratios in respect of transactions contemplated under each of the LKY Loan Agreements, the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement and the Third LKY Loan Extension Agreement exceeded 5%, the entering into of each of the LKY Loan Agreements, the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement and the Third LKY Loan Extension Agreement and the transactions contemplated thereunder did not constitute a notifiable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore not subject to any disclosure requirements under the GEM Listing Rules.

As one or more of the applicable percentage ratios in respect of transactions contemplated under each of the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement, the Sixth LKY Loan Extension Agreement, the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement exceeded 5% but was below 25%, the entering into of each of the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement, the Sixth LKY Loan Extension Agreement, the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement and the transactions contemplated thereunder constituted a disclosable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore subject to the reporting and announcement requirements under the GEM Listing Rules.

As the transactions contemplated under each of the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement involved an advance to an entity by the Company which exceeded 8% under the asset ratio as defined under Rule 19.07(1) of the GEM Listing Rules, the Company was under a general obligation to disclose the details of each of the extensions granted to the LKY Loan Agreements under the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement pursuant to Rules 17.15 and 17.17 of the GEM Listing Rules.

III. THE FOURTH TO THE FIFTH EXTENSIONS OF SXN LOAN AGREEMENT

Background

On 15 March 2019, the Company as a lender and Borrower SXN entered into the SXN Loan Agreement pursuant to which the Company agreed to provide Borrower SXN a loan in the principal amount of HK\$8,000,000 for 3 months at an interest rate of 6% per annum and Borrower SXN agreed to repay the principal amount and the accrued interests due and payable in full on 15 June 2019 to the Company. The loans advanced to Borrower SXN under the SXN Loan Agreement were financed by internal resources of the Company.

On 15 June 2019, the Company and Borrower SXN entered into the First SXN Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the SXN Loan Agreement to 15 September 2019. Save as aforesaid, all the material terms and conditions of the SXN Loan Agreement shall remain in full force and effect.

On 15 September 2019, the Company and Borrower SXN entered into the Second SXN Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the SXN Loan Agreement to 15 December 2019. Save as aforesaid, all the material terms and conditions of the SXN Loan Agreement (as amended and supplemented by the First SXN Loan Extension Agreement) shall remain in full force and effect.

On 27 November 2019, the Company and Borrower SXN entered into the Third SXN Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the SXN Loan Agreement to 27 May 2020. Save as aforesaid, all the material terms and conditions of the SXN Loan Agreement (as amended and supplemented by the First SXN Loan Extension Agreement and the Second SXN Loan Extension Agreement) shall remain in full force and effect.

The Fourth to the Fifth SXN Loan Extension Agreements

On 27 May 2020, the Company and Borrower SXN entered into the Fourth SXN Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the SXN Loan Agreement to 27 November 2020. Save as aforesaid, all the material terms and conditions of the SXN Loan Agreement (as amended and supplemented by the First SXN Loan Extension Agreement, the Second SXN Loan Extension Agreement and the Third SXN Loan Extension Agreement) shall remain in full force and effect.

On 27 November 2020, the Company and Borrower SXN entered into the Fifth SXN Loan Extension Agreement pursuant to which the Company agreed to extend the repayment date of any outstanding amount under the SXN Loan Agreement to 27 June 2021. Save as aforesaid, all the material terms and conditions of the SXN Loan Agreement (as amended and supplemented by the First SXN Loan Extension Agreement, the Second SXN Loan Extension Agreement, the Third SXN Loan Extension Agreement and the Fourth SXN Loan Extension Agreement) shall remain in full force and effect.

As at the date of this announcement, the total outstanding amount under the SXN Loan Agreement is HK\$5,643,005.48, which comprises outstanding principal of HK\$4,150,000 and outstanding interest of HK\$1,493,005.48, as SXN has repaid HK\$1,850,000 to the Company.

Information of Borrower SXN

Based on the information of the Investigation Report, Borrower SXN was the chief executive officer of a company listed on the main board of the Stock Exchange and was an Independent Third Party at all material times of entering into each of the SXN Loan Agreement and the SXN Loan Extension Agreements.

Reasons for entering into the SXN Loan Agreement and the SXN Loan Extension Agreements

As revealed from the Investigation Report after making reasonable enquiries with the former Directors, the reasons for the Board at all material times entering into the SXN Loan Agreement and the SXN Loan Extension Agreements were as follows:

- (i) SXN had the repayment ability since he held some shares in Dingyi Group Investment Limited, and was the executive director of Dingyi Group Investment Limited;
- (ii) the Company maintained sufficient capital and its business was in normal operation at that time; and
- (iii) there were no other favourable income sources and/or investment opportunities for the Company.

Based on the information of the Investigation Report, the Board at the material times believed that the entering into of the SXN Loan Agreement and SXN Loan Extension Agreements were in the interests of the Company and the Shareholders as a whole and would increase revenue and operating income of the Company.

GEM Listing Rules Implications

As none of the applicable percentage ratios in respect of transactions contemplated under each of the SXN Loan Agreement, the First SXN Loan Extension Agreement, the Second SXN Loan Extension Agreement and the Third SXN Loan Extension Agreement exceeded 5%, the entering into of each of the SXN Loan Agreement, the First SXN Loan Extension Agreement, the Second SXN Loan Extension Agreement and the Third SXN Loan Extension Agreement and the transactions contemplated thereunder did not constitute a notifiable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore not subject to any disclosure requirements under the GEM Listing Rules.

As one or more of the applicable percentage ratios in respect of transactions contemplated under each of the Fourth SXN Loan Extension Agreement and the Fifth SXN Loan Extension Agreement exceeded 5% but was below 25%, the entering into of each of the Fourth SXN Loan Extension Agreement and the Fifth SXN Loan Extension Agreement and the transactions contemplated thereunder constituted a disclosable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore subject to the reporting and announcement requirements under the GEM Listing Rules.

IV. THE FINANCIAL ADVISORY AGREEMENT, THE REPAYMENT AGREEMENT AND REPAYMENT EXTENSION AGREEMENTS

The Financial Advisory Agreement

On 1 July 2015, the Company entered into the Financial Advisory Agreement with CDI, pursuant to which CDI was engaged by the Company for the provision of advisory services on investment and the Company paid CDI escrow monies in the amount of HK\$60,000,000 (the “**Escrow Monies**”), including (i) HK\$20,000,000 in advance as advisory service fees; and (ii) HK\$40,000,000 as investment funds held on trust for and on behalf of the Company.

Based on the information of the Investigation Report and pursuant to the Financial Advisory Agreement, CDI introduced several potential business projects to the Company, among which the Company entered into (i) a memorandum of cooperation dated 12 June 2016 with the shareholders of a target company for the acquisition of the target company which was principally engaged in civil irradiation technology business; and (ii) a strategic cooperation agreement dated 20 March 2017 and a cooperation agreement dated 19 June 2017 for establishment of a joint venture to be engaged in irradiation technology business, details of which are set out in the announcements of the Company dated 20 March 2017, 19 June 2017 and 21 June 2017.

Advisory service fees of HK\$5,000,000 were incurred for CDI’s introduction of the aforesaid potential business projects to the Company.

The Repayment Agreement

On 19 March 2018, the Company entered into the Repayment Agreement with CDI, pursuant to which the parties acknowledged the termination of the Financial Advisory Agreement on 30 June 2016 and recognised the sum of HK\$55,000,000 as balance of the Escrow Monies due and payable by CDI to the Company. Under the Repayment Agreement, CDI repaid HK\$10,000,000 to the Company on 19 March 2018 and shall repay HK\$45,000,000 to the Company in one year in two equal successive half-yearly instalments.

The Repayment Extension Agreements

On 19 September 2018, the Company entered into the First Repayment Extension Agreement with CDI, pursuant to which the repayment schedule under the Repayment Agreement was amended to the effect that CDI shall repay HK\$45,000,000 in full on 19 March 2019. Save as aforesaid, all the material terms and conditions of the Repayment Agreement shall remain in full force and effect.

On 20 March 2019, the Company entered into the Second Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 19 June 2019. Save as aforesaid, all the material terms and conditions of the Repayment Agreement (as amended and supplemented by the First Repayment Extension Agreement) shall remain in full force and effect. On 20 March 2019, the Company also entered into the First Guarantee Agreement with Gala Blossom as guarantor and CDI as guarantee pursuant to which Gala Blossom agreed to guarantee all its assets (including all the shares owned by Gala Blossom which were deposited to and held by Grand Cartel Securities Company Limited, a licensed corporation permitted to carry out type 1 regulated activities (dealing in securities) under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)) with a value of HK\$28,170,266.34 in total as at 20 March 2019 in favour of CDI in respect of the repayment under the Second Repayment Extension Agreement.

On 19 June 2019, the Company entered into the Third Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 19 September 2019. Save as aforesaid, all the material terms and conditions of the Repayment Agreement (as amended and supplemented by the First Repayment Extension Agreement and the Second Repayment Extension Agreement) shall remain in full force and effect. On 19 June 2019, the Company also entered into the Second Guarantee Agreement with Mr. Chen Hong and Gala Blossom as guarantors and CDI as guarantee pursuant to which Mr. Chen Hong agreed to guarantee all his interests in shares of Gala Blossom which had not been pledged to any third party and Gala Blossom agreed to guarantee all its assets (including all the shares held by Grand Cartel Securities Co. Ltd), in favour of CDI in respect of the repayment under the Third Repayment Extension Agreement.

On 19 September 2019, the Company entered into the Fourth Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 19 December 2019. Save as aforesaid, all the material terms and conditions of the Repayment Agreement (as amended and supplemented by the First Repayment Extension Agreement, the Second Repayment Extension Agreement and the Third Repayment Extension Agreement) shall remain in full force and effect.

On 27 November 2019, the Company entered into the Fifth Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 27 November 2020. Save as aforesaid, all the material terms and conditions of the Repayment Agreement (as amended and supplemented by the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement and the Fourth Repayment Extension Agreement) shall remain in full force and effect. On 27 November 2019, the Company also entered into the Third Guarantee Agreement with Mr. Chen Hong and Gala Blossom as guarantors and CDI as guarantee pursuant to which Mr. Chen Hong agreed to guarantee all his interests in shares of Gala Blossom which had not been pledged to any third party and Gala Blossom agreed to guarantee all its assets (including all the shares held by Grand Cartel Securities Co. Ltd), in favour of CDI in respect of the repayment under the Fifth Repayment Extension Agreement.

On 27 November 2020, the Company entered into the Sixth Repayment Extension Agreement with CDI, pursuant to which the Company agreed to extend the repayment date of any outstanding balance of Escrow Monies to 27 November 2021. Save as aforesaid, all the material terms and conditions of the Repayment Agreement (as amended and supplemented by the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement and the Fifth Repayment Extension Agreement) shall remain in full force and effect. On 27 November 2019, the Company also entered into the Fourth Guarantee Agreement with Mr. Chen Hong and Gala Blossom as guarantors and CDI as guarantee pursuant to which Mr. Chen Hong agreed to guarantee all his interests in shares of Gala Blossom which had not been pledged to any third party and Gala Blossom agreed to guarantee all its assets (including all the shares held by Grand Cartel Securities Co. Ltd), in favour of CDI in respect of the repayment under the Sixth Repayment Extension Agreement.

As at the date of this announcement, out of the remaining balance of HK\$55,000,000 agreed to be repaid by CDI under the Repayment Agreement, CDI repaid HK\$14,752,270 to the Company and HK\$40,247,730 remains outstanding.

Information of CDI

Based on the information of the Investigation Report, (i) CDI was principally engaged in the business of providing financial advisory services; and (ii) CDI, together with its shareholder and ultimate beneficial owner, Ms. Li Mengxue, were Independent Third Parties, at all material times of entering into each of the Financial Advisory Agreement, the Repayment Agreement and the extensions thereof as aforesaid.

GEM Listing Rules Implications

As one or more of the applicable percentage ratios in respect of transactions contemplated under each of the Financial Advisory Agreement, the Repayment Agreement, the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement and the Fifth Repayment Extension Agreement exceeded 5% but was below 25%, the entering into of each of the Financial Advisory Agreement, the Repayment Agreement, the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement and the Fifth Repayment Extension Agreement and the transactions contemplated thereunder constituted a disclosable transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore subject to the reporting and announcement requirements under the GEM Listing Rules.

As one or more of the applicable percentage ratios in respect of transactions contemplated under the Sixth Repayment Extension Agreement exceeded 25% but was below 75%, the entering into of the Sixth Repayment Extension Agreement and the transactions contemplated thereunder constituted a major transaction of the Company under Chapter 19 of the GEM Listing Rules and was therefore subject to the reporting, announcement and shareholders' approval requirements under the GEM Listing Rules.

As the transactions contemplated under each of the Repayment Agreement, the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement, the Fifth Repayment Extension Agreement and the Sixth Repayment Extension Agreement involved an advance to an entity by the Company which exceeded 8% under the asset ratio as defined under Rule 19.07(1) of the GEM Listing Rules, the Company was under a general obligation to disclose the details of the Repayment Agreement and each of the extensions granted to the Repayment Agreement under the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement, the Fifth Repayment Extension Agreement and the Sixth Repayment Extension Agreement pursuant to Rules 17.15 and 17.17 of the GEM Listing Rules.

V. INFORMATION OF THE GROUP

The Company is an investment holding company. The Group is principally engaged in the provision of the services of an internet platform for education program, training programs, the business of software technology development, consultation, computer system integration and wholesale and retail of computer and foreign equipment in China, and e-commerce business in membership basis.

VI. OMISSION OF COMPLIANCE OF THE GEM LISTING RULES

The Investigation Committee of the Company (the “**Investigation Committee**”) was formed by the Board on 19 October 2021 and was authorised to conduct independent investigations in relation to deposits, other receivables and prepayments of the Company as set out in the annual report of the Company for the year ended 31 December 2020.

A forensic accountant was engaged by the Investigation Committee to conduct the aforesaid investigation on 2 November 2021 and issued an independent forensic investigation report dated 28 January 2022 (the “**Investigation Report**”) which reveals the particulars of each of the YDJ Loan Agreement, the YDJ Loan Extension Agreements, the LKY Loan Agreements, the LKY Loan Extension Agreements, the SXN Loan Agreement, the SXN Loan Extension Agreements, the Financial Advisory Agreement, the Repayment Agreement and the Repayment Extension Agreements.

Due to inadvertent oversight of the Directors at the material times of entering into the Subject Agreements mentioned herein, the Company admits that the Subject Agreements have not been notified and announced by the Company and/or approved by the Shareholders in a timely manner in accordance with the GEM Listing Rules which constitute breaches of Chapters 17 and 19 of the GEM Listing Rules at the material time. As a result of the substantial change of Board members recently, the Board was only informed of the particulars of the Subject Agreements lately as revealed in the Investigation Report and was therefore made aware of the Company’s omission to disclose the Subject Agreements and its non-compliance in accordance with Chapters 17 and 19 of the GEM Listing Rules.

The Company wishes to apologise for the late disclosure of the Subject Agreements pursuant to Chapters 17 and 19 of the GEM Listing Rules, which are inadvertence on the part of the Company. Save as disclosed herein, to the best knowledge, information and belief of the Directors, the Board confirms that as at the date of this announcement, there is no further extension granted to each of the YDJ Loan Agreement, the LKY Loan Agreements, the SXN Loan Agreement and the Repayment Agreement and no other transaction of the Company which requires disclosure under the GEM Listing Rules.

VII. REMEDIAL ACTIONS

Upon taking into consideration the findings from the Investigation Report, the Board takes the view that the terms of the YDJ Loan Agreement, the LKY Loan Agreements, the SXN Loan Agreement and the Repayment Agreement and the respective extensions thereof were not fair and reasonable, and the transactions contemplated thereunder were not conducted on normal commercial terms, or in the interest of the Company and its shareholders, for the reasons being that there were no adequate due diligence or proper credit assessment conducted on the Borrowers and CDI by the Board at the material time and no securities for the loan or any part thereof under YDJ Loan Agreement, the LKY Loan Agreements and the SXN Loan Agreement were provided. The Board commits to make its best endeavour to recover any outstanding amount due and payable to the Company under the YDJ Loan Agreement, the LKY Loan Agreements, the SXN Loan Agreement and the Repayment Agreement.

In order to avoid recurrence of the aforementioned incidents and to ensure that the Company will fully comply with the requirements under Chapters 17 and 19 of the GEM Listing Rules in the future, the Company will take the following remedial measures:

1. the Company will engage an independent professional for advisory services on reviewing, enhancing and monitoring the internal control policies to avoid future breach of the GEM Listing Rules;
2. a checklist of major compliance obligations under the GEM Listing Rules, which include the requirements for notifiable transactions under Chapter 19 of the GEM Listing Rules, was circulated to the Directors in March 2022 to remind the Directors of the compliance obligations under the GEM Listing Rules; and
3. the Company will provide further guidance material and training, in particular, regarding the disclosure obligations relating to an advance to an entity under Chapter 17 of the GEM Listing Rules and the proper calculation of percentage ratios relating to notifiable transactions under Chapter 19 of the GEM Listing Rules for the Directors and relevant staff members of the Group in order to strengthen and reinforce their existing knowledge regarding the GEM listing rules as a whole, and to ensure legal and regulatory compliance of the Group.

VIII. CONTINUED SUSPENSION OF TRADING

Reference is made to the announcement of the Company dated 7 January 2022 in relation to the resumption guidance (the “**Resumption Guidance**”) set out by the Stock Exchange.

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 30 December 2021, pending the fulfilment of conditions as set out in the Resumption Guidance, and will remain suspended until further notice. The Company will publish further announcement(s) as and when appropriate to provide its Shareholders and potential investors with any information updates.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company

IX. DEFINITIONS

In this announcement, the following expressions shall have the meanings unless the context requires otherwise.

“Board”	the Board of Directors
“Borrower LKY”	Mr. Li Kwong Yuk
“Borrower SXN”	Mr. Su Xiaonong
“Borrower YDJ”	Mr. Yang Dongjun, a project consultant of the Company
“Borrowers”	collectively Mr. Li Kwong Yuk, Mr. Su Xiaonong and Mr. Yang Dongjun
“CDI”	Celestial Depot Investments Limited, a company incorporated in the Republic of Seychelles, whose sole shareholder and ultimate beneficial owner, Ms. Li Mengxue, were Independent Third Parties
“Company”	China E-information Technology Group Limited, a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the GEM of the Stock Exchange (Stock Code: 8055)
“connected person(s)”	has the meaning ascribed to it under the GEM Listing Rules

“Director(s)”	The director(s) of the Company
“Eighth LKY Loan Extension Agreement”	the loan extension agreement dated 27 November 2020 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 27 September 2021
“Fifth LKY Loan Extension Agreement”	the loan extension agreement dated 15 September 2019 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 15 December 2019
“Fifth SXN Loan Extension Agreement”	the loan extension agreement dated 27 November 2020 entered into between the Company and Borrower SXN for extending the repayment date of any outstanding amount under the SXN Loan Agreement to 27 June 2021
“Fifth Repayment Extension Agreement”	the repayment extension agreement dated 27 November 2019 entered into between the Company and CDI for extending the repayment date of any outstanding balance under the Repayment Agreement to 27 November 2020
“Fifth YDJ Loan Extension Agreement”	the loan extension agreement dated 27 May 2020 entered into between the Company and Borrower YDJ for extending the repayment date of any outstanding amount under the YDJ Loan Agreement to 27 November 2020
“Financial Advisory Agreement”	the agreement dated 1 July 2015 entered between the Company and CDI for the provision of financial advisory services on investment by CDI to the Company
“First Guarantee Agreement”	the guarantee agreement dated 20 March 2019 entered into between the Company and Gala Blossom pursuant to which Gala Blossom as guarantor provide securities in favour of CDI in respect of the repayment under the Second Repayment Extension Agreement

“First LKY Loan Agreement”	the loan agreement dated 30 November 2018 entered into between the Company and Borrower LKY for the provision of loan by the Company to Borrower LKY
“First LKY Loan Extension Agreement”	the loan extension agreement dated 20 December 2018 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 28 January 2019
“First Repayment Extension Agreement”	the repayment extension agreement dated 19 September 2018 entered into between the Company and CDI for amending the repayment schedule of any outstanding balance under the Repayment Agreement
“First SXN Loan Extension Agreement”	the loan extension agreement dated 15 June 2019 entered into between the Company and Borrower SXN for extending the repayment date of any outstanding amount under the SXN Loan Agreement to 15 September 2019
“First YDJ Loan Extension Agreement”	the loan extension agreement dated 17 March 2019 entered into between the Company and Borrower YDJ for extending the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 June 2019
“Fourth Guarantee Agreement”	the guarantee agreement dated 27 November 2020 entered into between the Company, Mr. Chen Hong and Gala Blossom Limited pursuant to which, Mr. Chen Hong and Gala Blossom as guarantor provide securities in favour of CDI in respect of the repayment under the Sixth Repayment Extension Agreement
“Fourth LKY Loan Extension Agreement”	the loan extension agreement dated 15 June 2019 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 15 September 2019

“Fourth Repayment Extension Agreement”	the repayment extension agreement dated 19 September 2019 entered into between the Company and CDI for extending the repayment date of any outstanding balance under the Repayment Agreement to 19 December 2019
“Fourth SXN Loan Extension Agreement”	the loan extension agreement dated 27 May 2020 entered into between the Company and Borrower SXN for extending the repayment date of any outstanding amount under the SXN Loan Agreement to 27 November 2020
“Fourth YDJ Loan Extension Agreement”	the loan extension agreement dated 17 December 2019 entered into between the Company and Borrower YDJ for extending the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 June 2020
“Gala Blossom”	Gala Blossom Limited, a company incorporated in the British Virgin Islands
“GEM Listing Rules”	the Rules Governing the Listing of Securities on the GEM of the Stock Exchange
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, 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)”	an individual or a company who or which, together with its ultimate beneficial owner(s), is independent of and not connected with the Company and its connected persons
“LKY Loan Agreements”	collectively the First LKY Loan Agreement and the Second LKY Loan Agreement

“LKY Loan Extension Agreements”	collectively the First LKY Loan Extension Agreement, the Second LKY Loan Extension Agreement, the Third LKY Loan Extension Agreement, the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement, the Sixth LKY Loan Extension Agreement, the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement
“percentage ratio(s)”	percentage ratio(s) as set out in Rule 19.07 of the GEM Listing Rules to be applied for determining the classification of a transaction
“Repayment Agreement”	the agreement dated 19 March 2018 entered into between the Company and CDI for recognising the sum of HK\$55,000,000 as the balance of the Escrow Monies due and payable by CDI to the Company
“Repayment Extension Agreements”	collectively the First Repayment Extension Agreement, the Second Repayment Extension Agreement, the Third Repayment Extension Agreement, the Fourth Repayment Extension Agreement, the Fifth Repayment Extension Agreement and the Sixth Repayment Extension Agreement
“Second Guarantee Agreement”	the guarantee agreement dated 19 June 2019 entered into between the Company, Mr. Chen Hong and Gala Blossom pursuant to which, Mr. Chen Hong and Gala Blossom as guarantor provide securities in favour of CDI in respect of the repayment under the Third Repayment Extension Agreement
“Second LKY Loan Agreement”	the loan agreement dated 10 December 2018 entered into between the Company and Borrower LKY for the provision of loan by the Company to Borrower LKY
“Second LKY Loan Extension Agreement”	the loan extension agreement dated 28 January 2019 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 15 March 2019

“Second Repayment Extension Agreement”	the repayment extension agreement dated 20 March 2019 entered into between the Company and CDI for extending the repayment date of any outstanding balance under the Repayment Agreement to 19 June 2019
“Second SXN Loan Extension Agreement”	the loan extension agreement dated 15 September 2019 entered into between the Company and Borrower SXN for extending the repayment date of any outstanding amount under the SXN Loan Agreement to 15 December 2019
“Second YDJ Loan Extension Agreement”	the loan extension agreement dated 17 June 2019 entered into between the Company and Borrower YDJ for extending the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 September 2019
“Seventh LKY Loan Extension Agreement”	the loan extension agreement dated 27 May 2020 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 27 November 2020
“SFO”	the Securities and Futures Ordinance (Cap. 571 of the laws of Hong Kong)
“Share(s)”	ordinary share(s) of HK\$0.1 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Sixth LKY Loan Extension Agreement”	the loan extension agreement dated 27 November 2019 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 27 May 2020
“Sixth Repayment Extension Agreement”	the repayment extension agreement dated 27 November 2020 entered into between the Company and CDI for extending the repayment date of any outstanding balance under the Repayment Agreement to 27 November 2021

“Sixth YDJ Loan Extension Agreement”	the loan extension agreement dated 27 November 2020 entered into between the Company and Borrower YDJ for extending the repayment date of any outstanding amount under the YDJ Loan Agreement to 27 March 2021
“Stock Exchange”	the Stock Exchange of Hong Kong Limited
“Subject Agreement(s)”	collectively (1) the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement, the Fourth YDJ Loan Extension Agreement, the Fifth YDJ Loan Extension Agreement and the Sixth YDJ Loan Extension Agreement; (2) the Fourth LKY Loan Extension Agreement, the Fifth LKY Loan Extension Agreement, the Sixth LKY Loan Extension Agreement, the Seventh LKY Loan Extension Agreement and the Eighth LKY Loan Extension Agreement; (3) the Fourth SXN Loan Extension Agreement and the Fifth SXN Loan Extension Agreement; and (4) the Financial Advisory Agreements, the Repayment Agreement and the Repayment Extension Agreements, which have not been disclosed in a timely manner in accordance with the requirements under Chapter 19 of the GEM Listing Rules
“SXN Loan Agreement”	the loan agreement dated 15 March 2019 entered into between the Company and Borrower SXN for the provision of loan by the Company to Borrower SXN
“SXN Loan Extension Agreements”	collectively the First SXN Loan Extension Agreement, the Second SXN Loan Extension Agreement, the Third SXN Loan Extension Agreement, the Fourth SXN Loan Extension Agreement and the Fifth SXN Loan Extension Agreement
“Third Guarantee Agreement”	the guarantee agreement dated 27 November 2019 entered into between the Company, Mr. Chen Hong and Gala Blossom pursuant to which Mr. Chen Hong and Gala Blossom as guarantors provide securities in favour of CDI in respect of the repayment under the Fifth Repayment Extension Agreement

“Third LKY Loan Extension Agreement”	the loan extension agreement dated 15 March 2019 entered into between the Company and Borrower LKY for extending the repayment date of any outstanding amount under the LKY Loan Agreements to 15 June 2019
“Third Repayment Extension Agreement”	the repayment extension agreement dated 19 June 2019 entered into between the Company and CDI for extending the repayment date of any outstanding balance under the Repayment Agreement to 19 September 2019
“Third SXN Loan Extension Agreement”	the loan extension agreement dated 27 November 2019 entered into between the Company and Borrower SXN for extending the repayment date of any outstanding amount under the SXN Loan Agreement to 27 May 2020
“Third YDJ Loan Extension Agreement”	the loan extension agreement dated 17 September 2019 entered into between the Company and Borrower YDJ for extending the repayment date of any outstanding amount under the YDJ Loan Agreement to 17 December 2019
“YDJ Loan Agreement”	the loan agreement dated 18 December 2018 entered into between the Company and Borrower YDJ for the provision of loan by the Company to Borrower YDJ
“YDJ Loan Extension Agreements”	collectively the First YDJ Loan Extension Agreement, the Second YDJ Loan Extension Agreement, the Third YDJ Loan Extension Agreement, the Fourth YDJ Loan Extension Agreement, the Fifth YDJ Loan Extension Agreement and the Sixth YDJ Loan Extension Agreement
“%”	per cent

By Order of the Board
China E-Information Technology Group Limited
Lin Ruiping
Chairman and Executive Director

Hong Kong, 12 July 2022

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Lin Ruiping (Chairman), Mr. Sun Hongtao, and Mr. Wang Shixing; and one independent non-executive Director, namely, Mr. Tang Jiuda.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited 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 and the website of the Company at www.irasia.com/listco/hk/chieinfotech/for at least 7 days from the date of its publication.