

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



枫叶教育

China Maple Leaf Educational Systems Limited

中國楓葉教育集團有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1317)

SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 AUGUST 2019

INTRODUCTION

References are made to the annual report of China Maple Leaf Educational Systems Limited (the “**Company**”) for the year ended 31 August 2019 (the “**2019 Annual Report**”) and the announcements made by the Company dated 12 January 2018 and 17 January 2018 respectively (the “**Placing Announcements**”) in relation to the placing and subscription of new shares in January 2018 (the “**Placing**”). Unless otherwise specified, capitalized terms used in this announcement shall have the same meanings as those defined in the Placing Announcements.

In addition to the information disclosed in the 2019 Annual Report, the Board would like to provide the following additional information, pursuant to paragraphs 11A and 11(8) of Appendix 16 to the Listing Rules, in relation to the use of the net proceeds raised from the Placing of approximately HK\$989.5 million.

USE OF PROCEEDS

The following table illustrates the intended uses of the net proceeds from the Placing and the planned amounts for each use:

	Overseas acquisition and related expenses <i>HK\$'million</i>	General corporate purposes <i>HK\$'million</i>
Unutilized balance as at 31 August 2019	940.0	11.1
Utilization intended during the year ending 31 August 2020		
Acquisition of Brockville campus, Ontario, Canada	77.0	
Takeover of Kingsley Edugroup Limited	434.6	
Acquisition of Star Readers Pte. Ltd.	<u>428.4</u>	<u>11.1</u>
Total Utilization	<u><u>940.0</u></u>	<u><u>11.1</u></u>

As at 31 August 2018, 31 August 2019 and 29 February 2020, the Group had utilized the net proceeds from the New Share Issuance as set out in the table below, which is consistent with the intentions previously disclosed by the Company:

Use of proceeds	Percentage	Net proceeds from the New Share Issuance <i>HK\$'million</i>	Utilization during the year ended 31 August 2018 <i>HK\$'million</i>	Unutilized balance as at 31 August 2018 <i>HK\$'million</i>	Utilization during the year ended 31 August 2019 <i>HK\$'million</i>	Unutilized balance as at 31 August 2019 <i>HK\$'million</i>	Utilization during the six months ended 29 February 2020 <i>HK\$'million</i>	Unutilized balance as at 29 February 2020 <i>HK\$'million</i>
Overseas acquisition and related expenses	95%	940.0	0	940.0	0	940.0	77	863.0
General corporate purposes	5%	<u>49.5</u>	<u>0</u>	<u>49.5</u>	<u>38.4</u>	<u>11.1</u>	<u>3.4</u>	<u>7.7</u>
Total	<u>100%</u>	<u><u>989.5</u></u>	<u><u>0</u></u>	<u><u>989.5</u></u>	<u><u>38.4</u></u>	<u><u>951.1</u></u>	<u><u>80.4</u></u>	<u><u>870.7</u></u>

The Company expects to utilize the remaining proceeds from the Placing on overseas acquisitions within the current financial year, with the actual timeline and usage being subject to the payment terms of the relevant overseas acquisitions. The Company will publish further announcement(s) for any significant developments in relation to any change in the use of proceeds from the Placing.

The above additional information does not affect other information contained in the 2019 Annual Report and save as disclosed above, all other information in the 2019 Annual Report remains unchanged.

By Order of the Board
China Maple Leaf Educational Systems Limited
Shu Liang Sherman Jen
Chairman and Chief Executive Officer

Hong Kong, 26 June 2020

As at the date of this announcement, the Board comprises Mr. Shu Liang Sherman Jen, Ms. Jingxia Zhang and Mr. James William Beeke as Executive Directors; Mr. Howard Robert Balloch as Non-executive Director; and Mr. Peter Humphrey Owen, Dr. Alan Shaver and Mr. Lap Tat Arthur Wong as Independent Non-executive Directors.

* *For identification purposes only.*