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CONVOY GLOBAL HOLDINGS LIMITED

康宏環球控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1019)

UPDATE ON SUSPENSION OF TRADING

This announcement is made pursuant to the Rules 13.09 and 13.24A of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“**Listing Rules**”) to provide the shareholders of the Company and the public with an update on the suspension.

Reference is made to the announcements of Convoy Global Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 7 December 2017, 27 March 2018, 1 August 2018, 1 November 2018, 1 February 2019, 19 February 2019, 30 April 2019, 1 August 2019, 15 August 2019, 4 November 2019, 20 December 2019, 24 January 2020, 3 February 2020, 7 February 2020, 1 April 2020, 15 May 2020, 21 May 2020, 5 June 2020 and 19 June 2020 (the “**Suspension Update Announcements**”). Unless otherwise stated, capitalised terms used in this announcement shall have the same meanings as defined in the Suspension Update Announcements.

UPDATE ON BUSINESS OPERATIONS

Since the last Suspension Update Announcement dated 21 May 2020, the Board and the management has been working diligently to implement relevant procedures and actions needed to fulfill the Resumption Conditions. Concurrently, the management is in the process of carrying out an overall internal corporate restructuring as part of the on-going efforts to streamline the Group structure and enhance its competitiveness, with an aim to realize shareholders’ value (“**Internal Corporate Reorganization**”). The Company will publish further announcement(s) to inform shareholders of the Company of any other update information in relation to Internal Corporate Reorganization as and when appropriate.

A major development has been the move of the Group's headquarters. As disclosed in the announcement of the Company dated 10 July 2020, with effect from 13 July 2020, the head office of the Company has moved to Trust Tower, 68 Johnston Road, Wan Chai, Hong Kong. This has been a major exercise which should contribute significantly to increase administrative efficiency of the Group and serve as a boost to employee morale. The Company would like to reassure Shareholders that the Group's business operated normally during the move. The Group continues to be principally engaged in the financial advisory business, money lending business, asset management business and securities dealing business.

Amidst the Covid-19 pandemic the Company's business strategy remains focus on three core priorities, (i) growing and strengthening its principal businesses, (ii) diversifying the business portfolio by launching new products and services, and (iii) optimising operational performance through improved infrastructure.

In relation to the financial advisory salesforce, the Company has embarked on a broad footprint expansion including proactive recruitment, potential acquisitions of small competitors and increasing product coverage. With the dedicated efforts, the Company has successfully expanded the financial advisory salesforce from 1,300 to over 1,700 as of 30 June 2020.

Since 2018, the Company has created a portfolio of strong Fintech investments and partnerships in the United Kingdom, the United States and Europe. The Company is now bringing this advanced technology to Hong Kong to connect its growing customer base and their growing wealth with the Company's broad suite of services. Over time, the Company expects this will grow to be another core capability of its customer-centric multi-channel platform. The Company is making tangible progress in building this platform and expects to launch new offerings to customers this year. In connection with this, the Company has on 3 April 2020 announced further investment in Tandem Money, a digital bank in the United Kingdom with a full banking license.

Thirdly, to ensure excellence in the business infrastructure, the Company is investing in product intelligence, technology and operations that will improve customer experience and drive efficiency across the businesses. The Company is also revamping and upgrading all systems to become fully digitalized with a straight through transaction process with the vendors when they are ready.

UPDATE ON SUSPENSION OF TRADING

As disclosed in the announcement of the Company dated 5 June 2020, the Company received a letter (the “**Letter**”) from the Stock Exchange on 29 May 2020 stating the decision of the Listing Committee of the Stock Exchange made on 28 May 2020 to cancel the Company’s listing under Rule 6.01A of the Listing Rules (the “**Delisting Decision**”).

It was indicated in the Letter that, unless the Company applied for a review of the Delisting Decision in accordance with its rights under Chapter 2B of the Listing Rules, the last day of listing of the shares of the Company would be on 12 June 2020, and the listing of the shares of the Company would be cancelled with effect from 9:00 a.m. on 15 June 2020.

After due consideration, the Company lodged a written request to the Listing Review Committee of the Stock Exchange pursuant to Chapter 2B of the Listing Rules to review the Delisting Decision. The Company is in the process of preparing a submission to the Listing Review Committee of the Stock Exchange for a review of the Delisting Decision. The hearing date is to be scheduled in due course.

UPDATE ON LITIGATION

Reference is made to the announcement of the Company dated 4 November 2019, 20 December 2019, 3 February 2020, 5 June 2020 and 19 June 2020 on the updates of the litigations involving the Company and/or its subsidiaries.

Further to the disclosure by way of the announcement of the Company dated 5 June 2020 (adopting the abbreviations in the Company’s announcement dated 5 June 2020), CCL has applied for leave to appeal to the Privy Council in relation to the BVI Court of Appeal decisions concerning the BI BVI Freezing injunction and the Cho BVI Freezing Injunction respectively on 18 June 2020 and 29 June 2020 which are now pending determination.

As disclosed in the announcement dated 19 June 2020, for HCA 399 of 2018, the Court of Appeal's ruling of granting the Worldwide Mareva Injunction up to the value of HK\$769,581,153.66 strengthens the financial protection to the Company (through CCL) in HCA 399 of 2018 insofar as it applies to assets of Roy Cho subject to the Worldwide Mareva Injunction and made available for enforcement should CCL ultimately succeed in the trial in HCA 399 of 2018. Further, up to the date of this announcement, Roy Cho has not appealed against the decision of the Court of Appeal in Hong Kong granting the said Worldwide Mareva Injunction, despite the time limit for Roy Cho to appeal against such decision has already expired.

Separately, as disclosed in the announcement dated 4 November 2019, the Company and its subsidiary have commenced legal proceedings in HCA 2000/2018 against Mr. Kwok Hiu Kwan and Mr. Chen Pei Xiong seeking, among other matters, a declaration that each of them have contravened section 131 of the Securities and Future Ordinance (“SFO”). On 8 July 2020, the strike out application by Mr. Kwok Hiu Kwan and Mr. Chen Pei Xiong was heard in the High Court of Hong Kong by Mr. Justice Coleman. On 10 July 2020, Mr. Justice Coleman handed down the decision that HCA2000/2018 be struck out for the reasons that, among other things, it is the Hong Kong Securities Futures Commission (“SFC”) which is the relevant person granted the policing powers under the relevant section of the SFO and that it is perfectly open to the Company to lay the same facts before the SFC, and to invite the SFC to exercise the powers given to the SFC under the SFO. The Company is currently seeking legal advice on this matter and the rights of the Company in appealing to the Hong Kong Court of Appeal.

Further announcement(s) will be made to provide update(s) on the progress of the matter as and when appropriate.

CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange was halted from 11:04 a.m. on 7 December 2017 (automatically converted to “being suspended” thereafter), and will remain suspended until further notice. The Company will keep the public informed of the latest developments by making further announcement(s) as and when appropriate.

Shareholders and potential investors should note that the resumption of trading in the shares on the Stock Exchange is subject to various conditions which may or may not be fulfilled. There is no guarantee that resumption of trading in the shares will take place. Shareholders and potential investors of the Company are reminded to exercise caution when dealing with the shares.

By Order of the Board
CONVOY GLOBAL HOLDINGS LIMITED
Johnny Chen
Chairman and Executive Director

Hong Kong, 31 July 2020

As at the date of this announcement, the executive Directors are Mr. Johnny Chen (Chairman), Mr. Ng Wing Fai, Mr. Yap E Hock and Mr. Shin Kin Man; the non-executive Director is Mr. Chen Shih-pin; and the Independent Non-executive Directors are Mr. Pun Tit Shan, Mrs. Fu Kwong Wing Ting, Francine, Mr. Pak Wai Keung, Martin and Mr. Yan Tat Wah. The duties of the executive Directors namely Mr. Wong Lee Man, Ms. Fong Sut Sam and Ms. Chan Lai Yee have been suspended since 8 December 2017.

The directors of the Company (other than Mr. Wong Lee Man, Ms. Fong Sut Sam and Ms. Chan Lai Yee) jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statements in this announcement misleading.