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CLSA Premium Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 6877)

ADDITIONAL LICENCE CONDITIONS ON CLSAP NZ

This announcement is made by the board of directors (the “**Board**”) of CLSA Premium Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Future Ordinance (Cap. 571 of the Laws of Hong Kong).

The Company’s auditor could not complete the audit work for CLSA Premium New Zealand Limited (“**CLSAP NZ**”), a subsidiary of the Company, for the year ended 31 December 2019 due to denial of the auditor’s access to the evidence relating to the Group’s Legacy Systems (as defined in the Company’s announcement dated 24 April 2020) and the data contained in the databases and servers maintained by Banclogix System Co., Limited.

On 18 September 2020, CLSAP NZ received a notice of decision from the Financial Markets Authority of New Zealand (“**FMA**”) regarding the addition of specific conditions on its derivatives issuer licence under the Financial Markets Conduct Act (the “**Act**”) due to its failure to meet some of its audit and assurance obligations under the Act for year 2019.

The additional specific conditions prevent CLSAP NZ from making an offer to, or receiving further funds from, retail investors in relation to derivatives, except in certain limited circumstances. The conditions that the FMA has imposed allow CLSAP NZ to close out open positions with retail investors, or receive funds from retail investors for the purposes of meeting obligations (e.g. margin or collateral requirements) that the investor might have with CLSAP NZ.

The above conditions will take effect from 22 September 2020 and will remain until such time as the relevant compliant audit and assurance reports for 2019 are lodged, and the FMA is satisfied that the criteria for issuing a licence under the Act are met.

The Company would like to report that the average business turnover of CLSAP NZ and the Company's subsidiary in Australia represented approximately 24.8% and 75.2% respectively of the Group's average business turnover for the preceding three months from the date of this announcement.

Due to the additional licence conditions, the Company's business in New Zealand would be affected temporarily but the Company's management will make the best effort to fulfill the audit assurance requirement and to lift the conditions accordingly. On the other hand, the Company would keep continuing to develop the business in Australia in order to reduce the impact from the current situation in New Zealand.

The Company will make further announcement(s) in this regard as and when appropriate.

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

By Order of the Board
CLSA Premium Limited
Yuan Feng
Executive Director

Hong Kong, 21 September 2020

As at the date of this announcement, the directors of the Company are:

Executive Directors

Mr. Yuan Feng (*Deputy Chief Executive Officer*)
Mr. Wu Fei

Non-executive Directors

Mr. Li Jiong (*Chairman*)
Mr. Stephen Gregory McCoy
Mr. Xu Jianqiang

Independent non-executive Directors

Mr. Wu Jianfeng
Mr. Christopher Wesley Satterfield
Ms. Hu Zhaoxia