

*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.*



**BEAUTIFUL CHINA HOLDINGS COMPANY LIMITED**  
**美麗中國控股有限公司**  
*(incorporated in Bermuda with limited liability)*  
(Stock code: 706)

**UPDATE ON DISCLOSEABLE TRANSACTION INVOLVING  
FINANCE LEASE ARRANGEMENT**

References are made to the announcements (the “**Announcement**”) of Beautiful China Holdings Company Limited (the “**Company**”) dated 19 June 2020 in relation to the entering into of the Finance Lease Arrangement with Sino IC Leasing (Beijing). Capitalised terms used herein shall have the same meanings as those defined in the Announcement, unless the context requires otherwise.

As disclosed in the Announcement, under the Finance Lease Arrangement, Shandong Kaiyuan leased back the Leased Assets from Sino IC Leasing (Beijing) for a period of 36 months at the interest rate of 7.55% per annum. Pursuant to the Finance Lease Agreement, during the Lease Period, if the applicable benchmark lending rate promulgated by the People’s Bank of China for a term of one to five years is adjusted, the interest rate shall be adjusted proportionally in the same direction.

On 10 December 2020, Sino IC Leasing (Beijing) and Shandong Kaiyuan entered into a supplemental agreement (the “**Supplemental Agreement**”) to the Finance Lease Agreement, pursuant to which the interest rate was adjusted to a floating rate which is the loan prime rate for one-year promulgated by the National Interbank Funding Center of the People’s Republic of China as at one business day prior to the effective date of the change of interest rate (“**Effective Date**”) plus 370 basic points. The Effective Date shall be 15 November 2020 and the applicable floating interest rate pursuant to the Supplemental Agreement shall be 7.55% per annum. The floating interest rate is adjustable every 12 months since 9 January 2021. Save as supplemented by the Supplemental Agreement, all other terms, conditions and provisions in the Finance Lease Agreement shall remain unchanged and shall continue to have full force and full legal effect.

## **CONTINUED SUSPENSION OF TRADING**

At the request of the Company, trading in the Company's shares on the Stock Exchange has been suspended with effect from 9:00 a.m. on 1 September 2020 and will remain suspended until further notice.

Shareholders and potential investors of the Company should exercise caution when dealing in the shares of the Company.

For and on behalf of  
**Beautiful China Holdings Company Limited**  
**Sze Wai, Marco**  
*Chairman*

Hong Kong, 11 December 2020

*As at the date of this announcement, the Board comprises Mr. Sze Wai Marco, Mr. Zhou Wei Feng and Mr. Tan Shu Jiang as executive Directors, Ms. Chai Lin as a non-executive Director, and Mr. Chong Yiu Kan, Sherman, Mr. Xie Jun and Mr. Liu Liyang as independent non-executive Directors.*