

*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.*



**Zhong Ao Home Group Limited**

**中奧到家集團有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1538)**

## **COMPLETION OF DISCLOSEABLE TRANSACTION AND CONNECTED TRANSACTION IN RELATION TO EXERCISE OF PUT OPTION**

Reference is made to the announcement (the “**Announcement**”) of Zhong Ao Home Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 18 August 2021 in relation to the discloseable transaction and connected transaction in relation to exercise of Put Option. Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

The Board is pleased to announce that the disposal of the beneficial interest of the Sale Capital by the Purchaser to the First Vendor has been completed and each of the Target Companies has ceased to be a subsidiary of the Company as at the date of this announcement.

Given the prolonged COVID-19 epidemic and the adverse effects brought by volatility in market conditions and fluctuations in real estate prices, it is understandable that under such economic condition, the First Vendor will have liquidity problem to pay all the Option Price in one lump sum and as such, on 22 October 2021, the Purchaser and the First Vendor entered into an agreement (the “**Agreement**”) pursuant to which, the Purchaser and the First Vendor agreed that the Option Price will be settled by the First Vendor in the following manner:

- (a) RMB5 million will be payable by the First Vendor to the Purchaser by 30 November 2021;
- (b) RMB5 million will be payable by the First Vendor to the Purchaser by 31 January 2022; and
- (c) the remaining balance of the Option Price including all the accrued interest amount will be payable by the First Vendor to the Purchaser by 31 July 2022.

In order to secure the above payment of the Option Price, the First Vendor agreed to pledge an immovable property, which is legally and beneficially owned by him and with a value of not less than RMB26 million, in favour of the Purchaser by no later than 31 January 2022. If the actual value of such immovable property is less than RMB26 million, the Purchaser is entitled to request the First Vendor to provide additional security depending on the repayment status of the First Vendor under the Agreement.

If the First Vendor is in breach of the Agreement, the Purchaser is entitled to request the First Vendor to pay all outstanding Option Price and all the accrued interest in full in one lump sum.

By order of the Board of  
**Zhong Ao Home Group Limited**  
**LIU Jian**  
*Chairman and Executive Director*

Hong Kong, 22 October 2021

*As at the date of this announcement, the Board comprises Mr. Liu Jian, Ms. Chen Zhuo, Mr. Liang Bing and Mr. Long Weimin as executive Directors, Mr. Wu Zhihua and Ms. Jin Keli as non-executive Directors, and Mr. Zhang Weilun, Mr. Chan Wai Cheung, Admiral, Mr. Chan Ka Leung, Kevin and Mr. Huang Anxin as independent non-executive Directors.*