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**CHINA CREATIVE GLOBAL HOLDINGS
LIMITED**

中創環球控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1678)

QUARTERLY UPDATE ON STATUS OF RESUMPTION

This announcement is made by China Creative Global Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rules 13.10(2) and 13.24A of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcements of the Company dated 1 September 2020, 5 January 2021, 1 June 2021 10 September 2021 and 3 December 2021 respectively (the “**Announcements**”), in relation to, among others, the suspension of trading in the shares of the Company on the Stock Exchange and quarterly updates on status of resumption. Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements. The board of directors of the Company (the “**Board**”) wishes to provide the shareholders of the Company (the “**Shareholders**”) further update as follows:

PROGRESS ON FORENSIC INVESTIGATION

Reference is made to the announcements of the Company dated 18 March 2021, 7 May 2021 and 11 May 2021, in relation to, among others, the transfer of the subsidiaries under Allen International Holdings Limited (the “**Transfer**”), the announcement dated 18 August 2021 in relation to, among others, the deconsolidation of the subsidiaries, the announcement dated 6 July 2021 in relation to, among others, forensic investigation in to the Transaction and the announcement dated 3 December 2021 in relation, among others, the quarterly update informing the release of the First Investigation Report made by Manivest.

The Board advises that the Company has engaged Manivest to provide more in-depth further investigation for the illegal transfers and the second investigation report shall be produced accordingly. The management expects that this report shall cover more direct evidences to support its legal actions to be taken. However, due to the outbreak of the Delta and Omicron Viruses (“Virus Outbreak”) recently, the work done by Manivest has to be delayed, as some of its staff is under quarantine or work from home and the interviews with and investigation to the relevant parties have to be postponed. Manivest expects that the second investigation report shall be delivered by around in the midst of April 2022.

Meanwhile, the Board advises that the Group has appointed a PRC lawyer, namely 廣東廣信君達律師事務所, performing due diligence investigations on the latest status of three major PRC subsidiaries and site visits to the subsidiaries registered addresses. The scope of this investigation includes site visits, company and land searches, and other enquiries (e.g. status of the subsidiaries and their current business operations) and the lawyer has also provided its PRC legal advice based on its findings obtained.

In addition to the investigation made by the PRC lawyer, the Company’s internal audit manager has walked through and reviewed the Company’s financial statements, operations and practice, and the internal control systems which had been in place when Mr. Chen Fanglin was controlling the Company’s operations. He has identified and produced his comments and recommendations as to the prevailing internal control weaknesses of the Company in his written report to the Company’s Audit Committee. The Audit Committee has adopted his recommendations and reset the Company’s internal policies and practices in place.

The Internal Audit Manager has also reviewed the relevant Annual Reports, Announcements and other documentary evidences in place and shall also suggest to Audit Committee and the Board further actions to take for.

BUSINESS OPERATIONS

On 15 October 2021, the Company has acquired 51% in Gold Future Industrial Limited (“Gold Future”), which is principally engaged in manufacturing and trading of artificial flowers and decoration for Christmas. Gold Future has produced profits from its operations since the acquisition.

Reference is made on the Company’s announcement dated 13 February 2022, in relation to, among the others, setting up of a joint venture company between the Company and Hong Kong Bodili Holding Group Limited (“Bodili Holding”). Based on the Board’s understanding, Bodili Group is one of the market leader in trading, design and development of the robots and machinery, the joint venture company shall take up of Bodili Group businesses in Hong Kong and overseas. The Company shall expect that joint venture with Bodili Holding shall contribute significant cash flows to the Group very soon.

Save as the foregoing mentioned above, the Board advises that the Board members are still working hard to look new businesses to the Group, in order to fulfill the requirements under Rule 13.24(1) of the Listing Rule.

UPDATES ON WINDING UP PETITION AND CREDITORS

There is no more outstanding winding up petition since last quarterly update on 3 December 2021. Meanwhile, the Company has petitioned its draft debt restructuring plan to the High Court for a hearing of fixed on 11 May 2022. As such, the Board shall call for an Extra Ordinary Meeting to obtain its shareholders' agreement to its proposed restructuring plan and thereafter, if having approved by the shareholders, the Creditors' meeting. Further announcement in this respect shall be made soon.

2019 AND 2020 AUDITED FINANCIAL STATEMENTS

The Company has announced its annual result for the year ended 31 December 2019 on 20 January 2022 and published its annual report on 28 January 2022. Thereafter, the Board is working hard to catch up the issuance of the 2020 audited financial results. However, due to the recent outbreak of the Covid-19 virus, the progress on the preparation and finalisation of the Company's accounts have to be delayed, due to the Company's work from home and quarantine policies. In any case, the Board is targeting to catch up the audits of the 2020 financial statements as soon as possible.

RESUMPTION PLANS

Reference is made to the Company's announcement on 1 June 2021, pertaining to the resumption guidance and additional resumption guidance issued by the Stock Exchange on 25 November 2020 and 31 May 2021 respectively.

Under Rule 6.01A of the Listing Rules, the Stock Exchange may cancel the Company's listing if trading in the Company's shares has been suspended for 18 continuous months, expiring on 28 February 2022 (the "Period"). The Stock Exchange requests the Company to fulfill the Resumption Conditions before the expiry of the Period to avoid delisting.

On 28 October 2021, the Company has appointed Fruit Tree Corporate Finance Company Limited (the "Adviser") as its financial adviser. The Adviser shall assist on the Company's various corporate finance matters such as debt restructuring, and compliance matters on listing in the Exchange, and assist the Company's preparation of its resumption proposal to be submitted to the Exchange.

The Board originally planned for submitting the resumption proposal shortly after the Company's Annual General Meeting. However, the submission of the resumption proposal to the Exchange is seriously delayed due to the Virus Outbreak, causing tremendous workforce breakdown to the Company and the financial adviser as well, because of the work from home and/or isolation policy to the potential infected staff. Moreover, there is recently an introduction of the potential investor made, and the Board and the Adviser have been pro-occupied by documentary works of drafting of the Company's debts restructuring plans to the High Court in order to fix a hearing thereto on 11 May 2022). The Board expects that the resumption proposal shall be ready for submission before the end of March 2022.

The Company is committed to the Resumption Guidance and will make further announcement as and when appropriate should there be any material development on the Resumption Guidance.

CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on The Stock Exchange of Hong Kong Limited has been suspended since 9:00 a.m. on 1 September 2020 and will remain suspended until the Company fulfills the Resumption Conditions.

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

By order of the Board
China Creative Global Holdings Limited
Mr. Wu Ming Fat,
Simon
Chairman

Hong Kong, 9 March 2022

As at the date of this announcement, the executive directors of the Company are Mr. Wu Ming Fat, Simon, Ms. Ching Wan Wah, Kitty, Mr. Wu Ming Chit William and Ms. Li Lai Ying; and the independent non-executive director of the Company are Mr. Chan Yui Hang, Mr. Wong Shun Ching and Mr. Wong Sik Kei.