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澳門勵駿創建有限公司  
Macau Legend Development Ltd

**Macau Legend Development Limited**  
澳門勵駿創建有限公司\*

*(Incorporated in the Cayman Islands with limited liability)*  
(Stock Code: 1680)

## **DISCLOSEABLE TRANSACTION DISPOSAL OF BONDS**

### **DISPOSAL OF BONDS**

The Board announces that, on 9 August 2022, MFW, a subsidiary of the Company, has disposed of the Bonds in an aggregate principal amount of HK\$200 million through the open market at a total consideration of approximately HK\$200 million.

### **LISTING RULES IMPLICATIONS**

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the Disposal is more than 5% but less than 25%, the Disposal constitutes a discloseable transaction of the Company and is subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

### **THE DISPOSAL**

The Board announces that, on 9 August 2022, MFW, a subsidiary of the Company, has disposed of the Bonds in an aggregate principal amount of HK\$200 million through the open market at a total consideration of approximately HK\$200 million.

As the Disposal was made through the open market, the information regarding the identity(ies) of the buyer(s) of the Bonds and (if applicable) of their respective ultimate beneficial owners and principal business activities was not available to the Company. Accordingly, to the best knowledge, information and belief of the Directors and having made all reasonable enquiries, none of the connected persons of the Company nor the associates have purchased the Bonds which were disposed of by MFW under the Disposal.

## **Issuer**

According to the public information available to the Directors, the Bonds were issued 7 December 2018 by Luso International Banking Limited, a limited company incorporated in Macau. To the best knowledge, information and belief of the Directors, having made all reasonable enquiries, each of the Issuer and its ultimate beneficial owners is an Independent Third Party.

## **Assets disposed of**

The subject matter of the Disposal is the Bonds in an aggregate principal amount of HK\$200 million held by MFW which MFW acquired from the Issuer and held for investment purpose. The Bond is denominated in HK\$, carries an interest rate of 8% per annum, payable semi-annually in arrears and the interest income of the Group attributable to the Bonds was approximately HK\$16 million for each of the financial year ended 31 December 2019, 2020 and 2021, respectively and approximately HK\$8 million for the six months ended 30 June 2022. The Bonds have no fixed maturity or fixed redemption date.

## **Consideration**

The consideration of the Disposal was determined based on the fair value of the Bonds as at 31 December 2021 of approximately HK\$208 million. The Group has disposed of the Bonds in an aggregate principal amount of HK\$200 million at a total consideration of approximately HK\$200 million.

## **REASONS FOR AND BENEFITS OF THE DISPOSAL**

The Company is an investment holding company. The Group is one of the leading owners of entertainment and gaming facilities in Macau. It is principally engaged in (i) the provision of services to SJM Resorts, S.A. for the operation of Babylon Casino and Legend Palace Casino; (ii) the operation of casino inside Savan Legend Resorts Hotel and Entertainment Complex in Laos PDR; and (iii) the operation of hotels, entertainment and leisure facilities within its properties. MFW, the holder of the Bonds, is a company incorporated in Macau and a subsidiary of the Company.

The Group purchased the Bonds for investment purpose. In light of the market situation, the Board considers that the Disposal of the Bonds provides the Company with a good opportunity to realise the Bonds investment in order to strengthen the cash-flow of the Group and to better structure its asset portfolio.

Given that the Disposal was conducted through the open market and the consideration for the Disposal was determined based on the fair value of the Bonds as at 31 December 2021, the Directors consider that the Disposal is on normal commercial terms and is fair, reasonable and in the interest of the Company and the Shareholders as a whole.

## **FINANCIAL EFFECT OF THE DISPOSAL**

It is expected that the Group will record a loss of approximately HK\$8 million as a result of the Disposal, subject to auditors' review. The loss represents the difference between the proceeds from the Disposal and the fair value of the Bonds as at 31 December 2021.

## **INTENDED USE OF PROCEEDS**

The Company intends that the net proceeds from the Disposal (i.e. proceeds from the Disposal and deducting therefrom transaction costs), which is approximately HK\$200 million, will be used as general working capital of the Group.

## **LISTING RULES IMPLICATIONS**

As one or more applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the Disposal is more than 5% but less than 25%, the Disposal constitutes a discloseable transaction of the Company and is subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

## **DEFINITIONS**

In this announcement, unless otherwise indicated in the context, the following terms shall have the meanings set out below:

“Board”	the board of Directors
“Bonds”	8% perpetual bonds issued by Luso International Banking Limited on 7 December 2018 in an aggregate principal amount of HK\$200 million
“Company”	Macau Legend Development Limited, a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Main Board of the Stock Exchange (stock code: 1680)
“connected person(s)”	has the meaning given to it under the Listing Rules
“Director(s)”	director(s) of the Company
“Disposal”	the disposal of the Bonds

“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Independent Third Party(ies)”	third party(ies) independent of and not connected with the Company and its connected persons
“Issuer”	Luso International Banking Limited
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Macau”	the Macao Special Administrative Region of the PRC
“MFW”	Macau Fisherman’s Wharf International Investment Limited, a company incorporated in Macau and a subsidiary of the Company
“PRC”	the People’s Republic of China
“Shareholders”	holders of the shares of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

By Order of the Board  
**Macau Legend Development Limited**  
**Chow Kam Fai, David**  
*Co-chairman and Non-Executive Director*

Hong Kong, 9 August 2022

*As at the date of this announcement, the executive Directors are Mr Li Chu Kwan, Ms Chan Mei Yi, Melinda and Mr Tsang Ka Hung; the non-executive Directors are Mr Chow Kam Fai, David, Ms Ho Chiulin, Laurinda and Mr Li Chun Tak; and the independent non-executive Directors are Mr Wang Hongxin (alias Wang, Charles Hongxin), Mr Lau Ngai Kee, Ricky and Mr Mak Ka Wing, Patrick.*

\* *for identification purpose only*