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**XIWANG PROPERTY HOLDINGS COMPANY LIMITED**

**西王置業控股有限公司\***

*(Incorporated in Bermuda with limited liability)*

*(Stock Code: 2088)*

**(1) MAJOR AND CONTINUING CONNECTED TRANSACTIONS  
RENEWAL OF FINANCIAL SERVICES FRAMEWORK AGREEMENT;  
AND  
(2) PROPOSED ADOPTION OF NEW BYE-LAWS**

**MAJOR AND CONTINUING CONNECTED TRANSACTIONS**

Reference is made to the announcement of the Company dated 12 August 2019 which it was announced that the Company entered into the Existing Financial Services Framework Agreement with Xiwang Finance for the provision of a range of financial services, including but not limited to deposit services, loan services and other financial services, by Xiwang Finance to the Company and the Qualified Entities.

As the Existing Financial Services Framework Agreement will expire on 30 November 2022, the Company entered into the Financial Services Framework Agreement with Xiwang Finance on 7 October 2022 (after trading hour) to renew the provision of deposit services and loan services by Xiwang Finance to the Company and the Qualified Entities for a term commencing from the Effective Date to 30 November 2025. On the same day, Xiwang Group Company executed the Guarantee in favour of the Company to secure the performance of the obligations of Xiwang Finance under the Financial Services Framework Agreement.

As at the date of this announcement, Xiwang Investment is the controlling shareholder of the Company and is wholly owned by Xiwang Holdings. Xiwang Holdings is held as to 95% by Xiwang Hong Kong and Xiwang Hong Kong is in turn wholly-owned by Xiwang Group Company. As at the date of this announcement, Xiwang Group Company is the ultimate holding company of the Company, and hence Xiwang Finance, being a subsidiary of Xiwang Group Company, is a connected person of the Company, and the transactions contemplated under the Financial Services Framework Agreement constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules.

As all of the applicable percentage ratios (as defined under the Listing Rules) in respect of the Proposed Annual Caps exceed 25%, the deposit services under the Financial Services Framework Agreement constitute major and non-exempt continuing connected transactions of the Company, which are subject to the reporting, announcement, independent shareholders' approval and annual review requirements under Chapter 14 and 14A of the Listing Rules.

The provision of loan services by Xiwang Finance to the Group under the Financial Services Framework Agreement will constitute financial assistance to be received by the Group from a connected person. As such services will be conducted on normal commercial terms which are no less favourable to the Group than those offered by independent third parties, and will not be secured by any assets of the Group, the loan services are exempt from independent shareholders' approval, annual review and all disclosure requirements under Rule 14A.90 of the Listing Rules.

The Independent Board Committee comprising all the independent non-executive Directors has been established to advise the Independent Shareholders in relation to the deposit services contemplated under the Financial Services Framework Agreement (including the Proposed Annual Caps). Nuada Limited has been appointed as the Independent Financial Adviser to advise the Independent Board Committee and Independent Shareholders in respect of the same.

#### **PROPOSED ADOPTION OF NEW BYE-LAWS**

The Board proposes to amend the Existing Bye-laws by way of adoption of the New Bye-laws. The Board wishes to amend the Existing Bye-laws in order to, among others, (i) comply with the Core Shareholder Protection Standards as set out in appendix 3 of the Listing Rules; and (ii) incorporate housekeeping amendments.

## **SPECIAL GENERAL MEETING**

The Company will convene a SGM to consider and approve (i) the provision of deposit services under the Financial Services Framework Agreement; and (ii) amendments of the Existing Bye-laws by way of adoption of the New Bye-laws. A circular containing, among other things, (i) further information on the deposit services contemplated under the Financial Services Framework Agreement; (ii) a letter from the Independent Financial Adviser; (iii) a letter from the Independent Board Committee; (iv) the adoption of the New Bye-laws; and (v) the notice convening the SGM will be despatched to the Shareholders on or before 28 October 2022.

### **(1) MAJOR AND CONTINUING CONNECTED TRANSACTIONS**

Reference is made to the announcement of the Company dated 12 August 2019 which it was announced that the Company entered into the Existing Financial Services Framework Agreement with Xiwang Finance for the provision of a range of financial services, including but not limited to deposit services, loan services and other financial services, by Xiwang Finance to the Company and the Qualified Entities.

As the Existing Financial Services Framework Agreement will expire on 30 November 2022, the Company entered into the Financial Services Framework Agreement with Xiwang Finance on 7 October 2022 (after trading hour) to renew the provision of deposit services and loan services by Xiwang Finance to the Company and the Qualified Entities for a term commencing from the Effective Date to 30 November 2025.

### **FINANCIAL SERVICES FRAMEWORK AGREEMENT**

#### **(a) Principal terms**

The principal terms of the Financial Services Framework Agreement are summarized below:

Date : 7 October 2022 (after trading hour)

Parties : (a) the Company; and  
(b) Xiwang Finance

Term : From the Effective Date to 30 November 2025

Scope of services : Xiwang Finance shall provide the Company and the Qualified Entities with deposit services and loan services, subject to the terms and conditions provided in the Financial Services Framework Agreement.

The Parties shall enter into separate agreements in respect of the transactions contemplated under the Financial Services Framework Agreement and such agreements shall be consistent with the terms and principles set out in the Financial Services Framework Agreement.

Fees and charges : (1) *Deposit services*

The interest rates payable by Xiwang Finance to the Group in respect of the deposit services shall not be lower than (i) the relevant benchmark interest rates set by the PBOC; and (ii) the interest rates paid by other independent major commercial banks in the PRC for comparable services during the same period, and shall be in compliance with the requirements set by the PBOC.

(2) *Loan and financing services*

The rates to be charged by Xiwang Finance for the provision of loan and financing services to the Group shall not be higher than (i) the relevant benchmark interest rates set by the PBOC; and (ii) the relevant rates charged by other independent major commercial banks in the PRC for comparable loan and financing services during the same period and shall be in compliance with the requirements set by the PBOC.

Capital risk  
management  
measures

: Xiwang Finance undertakes to the Company that:

- (1) Xiwang Finance shall ensure the secure operation of its funds management network and safety of funds, control the asset-debt risks and satisfy the payment requirements of the Company and the Qualified Entities;
- (2) Xiwang Finance shall ensure that it is in strict compliance with the risk monitoring indicators applicable for Xiwang Finance issued by the CBRC and that its major regulatory indicators such as asset-liability ratio and liquidity ratio will also comply with the requirements of the CBRC and other relevant laws and regulations;
- (3) if certain events that may threaten the safety of the deposits of the Company and the Qualified Entities as specified in the Financial Services Framework Agreement arise; or on occurrence of any other circumstances which may cause security concerns in relation to the safety of the deposits of the Company, Xiwang Finance shall give written notice to the Company within two business days and adopt effective measures to avoid or mitigate losses while the Company shall have the right to (i) require Xiwang Finance to explain the underlying reasons and offer the relevant measures to prevent, control and resolve the issues; (ii) in the event that Xiwang Finance defaults in its payment obligations, inform and request the board of Xiwang Group Company to adopt remedial measures and increase the capital fund of Xiwang Finance to settle such payment obligations; and/or (iii) suspend or terminate the Financial Services Framework Agreement; and

- (4) in respect of the deposits placed by the Company and/or the Qualified Entities with Xiwang Finance, in case of default or misuse or breach by Xiwang Finance which renders the Company and/or the Qualified Entities unable to recover the deposits (including accrued interest) placed with Xiwang Finance, the Company and/or the Qualified Entities have the right to lawfully set off such deposits (including accrued interest) against the outstanding loans (including accrued interest) extended by Xiwang Finance to the Company and/or the Qualified Entities. However, if the Company and/or the Qualified Entities fail to repay the loans extended by Xiwang Finance on time, Xiwang Finance does not have the right to set off such outstanding loans due from the Company and/or the Qualified Entities with the deposits placed by the Company and/or the Qualified Entities with Xiwang Finance.

Condition precedent : The Financial Services Framework Agreement shall become unconditional upon:

- (1) the Financial Services Framework Agreement and the transactions contemplated thereunder having been approved by the Board;
- (2) the Financial Services Framework Agreement and the transactions contemplated thereunder (including but not limited to the Proposed Annual Caps) having been announced and (if applicable) approved by the Independent Shareholders at the SGM in accordance with the requirements of the Listing Rules;

- (3) all necessary approvals and waivers for the transactions contemplated under the Financial Services Framework Agreement (including but not limited to the approvals and waivers required under the Listing Rules (if applicable)) having been obtained; and
- (4) the expiry of the Existing Financial Services Framework Agreement which shall be on 30 November 2025.

**(b) Proposed Annual Caps**

*(1) Deposit services*

The Proposed Annual Caps in respect of the deposit services pursuant to the Financial Services Framework Agreement from the Effective Date to 31 December 2022, for the years ending 31 December 2023 and 2024 and the eleven months ending 30 November 2025 are as follows:

<b>Period</b>	<b>Maximum daily outstanding balance of deposits (including accrued interest) (RMB million)</b>
From the Effective Date to 31 December 2022	160
For the year ending 31 December 2023	160
For the year ending 31 December 2024	300
For the eleven months ending 30 November 2025	380

The Proposed Annual Caps were determined after taking into account the following:

- (i) the historical monetary funds (being cash and cash equivalents and restricted cash) of the Group, which were approximately RMB144 million, RMB144 million, RMB148 million and RMB148 million as at 31 December 2019, 31 December 2020, 31 December 2021 and 30 June 2022 respectively; and

- (ii) the expected increase in the amount of cash and deposit of the Group in the next three years resulting from disposal of the key property development projects of the Group.

The Directors (excluding the independent non-executive Directors who will form their opinion after considering the advice from the Independent Financial Adviser) consider that the above Proposed Annual Caps in respect of the deposit services are fair and reasonable.

*Historical transaction amounts*

The maximum daily outstanding balance of deposits (including accrued interest) with Xiwang Finance for the years ended 31 December 2019, 2020 and 2021, and the nine months ended 30 September 2022 under the Existing Financial Services Framework Agreement were as below:

<b>Period</b>	<b>Maximum daily outstanding balance of deposits (including accrued interest) (RMB in million)</b>
For the year ended 31 December 2019	144
For the year ended 31 December 2020	144
For the year ended 31 December 2021	149
For the nine months ended 30 September 2022	150

*Internal control on pricing policies*

The interest rates for deposit and loan services will be arrived at after considering (i) the relevant benchmark interest rates set by the PBOC; and (ii) the interest rates charged/offered by other independent commercial banks and financial institutions in the PRC for provision of similar level of services, which will be obtained by the Company for comparison each time before entering into specific financial service agreements with Xiwang Finance.

There are stringent internal control policies with regard to financial service transactions. The finance department of the Company will compare the interest rates for deposit and loan services quoted from Xiwang Finance with the terms from other independent third parties (including at least 2 financial institutions and commercial banks in the PRC) to ensure that the most favourable terms are obtained from Xiwang Finance.



In addition, the financial service transactions under the Financial Services Framework Agreement will be reported to and approved by the head of the finance department of the Company.

By adopting the policy set out above, the Company is able to ensure that (i) the interest rate payable for the Company's deposits shall not be lower than the interest rate offered by other independent commercial banks for comparable deposits in the PRC; and (ii) the interest rate for loans to be charged by Xiwang Finance shall not be higher than those charged by other independent commercial banks for providing comparable services in the PRC.

Other internal control and risk management measures with respect to the deposit services include without limitation to the following:

- (i) the Group will, no less frequent than on a monthly basis, evaluate the financial performance and position of Xiwang Finance. The Company has been informed by Xiwang Finance that Xiwang Finance will provide the Company with its management accounts every month during the term of the Financial Services Framework Agreement. If the Group is aware of any material adverse change in the financial conditions of Xiwang Finance, the Group will adopt measures immediately, such as early withdrawal of deposits from Xiwang Finance and place such deposits with other financial institutions, to minimise the potential adverse effects; and
- (ii) the Group will, on a daily basis, monitor the deposit balance to ensure the Proposed Annual Caps are not exceeded.

*Provision of guarantee by Xiwang Group Company*

On the same day as signing of the Financial Services Framework Agreement, Xiwang Group Company executed the Guarantee in favour of the Company to secure the performance of the obligations of Xiwang Finance under the Financial Services Framework Agreement. The Guarantee will be effective from the date on which the Financial Services Framework Agreement becomes effective. No fees will be charged by Xiwang Group Company for the provision of such guarantee.

Pursuant to the terms of the Guarantee, Xiwang Group Company has undertaken that if Xiwang Finance experiences or foresees to experience any liquidity problems, Xiwang Group Company will inject capital to Xiwang Finance based on Xiwang Finance's needs in order to maintain the normal operations of Xiwang Finance. Xiwang Group Company has also undertaken to compensate the Company and/or the Qualified Entities jointly and severally with Xiwang Finance for all the substantial risks or losses (including but not limited to the deposits, interests and related expenses incurred) caused by or potentially caused by Xiwang Finance's breaches or potential breaches of PRC laws and regulations, or by any major operational or liquidity problems on the part of Xiwang Finance, or by Xiwang Finance's non-performance of any terms of or default under the Financial Services Framework Agreement.

*Reasons for and benefits of entering into the Financial Services Framework Agreement*

The Group requires deposit and loan services in its ordinary course of business which are currently provided by both Xiwang Finance and other independent third party banks and/or financial institutions. As the interest rates on deposits and loans to be offered by Xiwang Finance to the Group under the Financial Services Framework Agreement will be equal to or more favourable than those offered by other independent financial institutions and/or commercial banks in the PRC in respect of comparable services, the Group can generally enjoy better interest rates on depositing its current capital with Xiwang Finance than with other PRC commercial banks.

Xiwang Finance is established as a non-banking financial institution in the PRC regulated by the PBOC and the CBRC, and provides its services in accordance with the rules and operational requirements of these regulatory authorities. In addition, capital risks are reduced through the introduction of the risk control measures stipulated in the Financial Services Framework Agreement.

The Group is expected to benefit from Xiwang Finance's better understanding of the business needs of the Group which will allow more expedient and efficient services than those rendered by other PRC financial institutions and/or commercial banks. The Group and Xiwang Finance have been carrying out transactions with each other since October 2016. In view of the long-term relationship between the Group and Xiwang Finance, there are lower risks in transactions with strict compliance with the loan credit rating requirements according to a credit rating policy approved by the internal control committee (the credit rating is determined based on the customer's solvency, profitability, compliance and future prospects and other indicators with reference to the international industry practice) and loan approval procedures (a pre-lending investigation report with information including client's credit rating status, credit limit and conditions of usage prepared by the officer from credit department will be approved by manager of the credit department and the loan review committee) in all transactions as Xiwang Finance fully understands the credibility and financial position of the Group. As such, in the event that the Group needs to obtain loan and/or guarantee from Xiwang Finance in view of its business and financial needs, it is expected that the time required for the examination and approval of such loan and/or guarantee to be provided by Xiwang Finance will be generally shorter than that required by other financial institutions and/or commercial banks.

By entering into the Financial Services Framework Agreement with Xiwang Finance, the Company will be able to leverage Xiwang Finance as the settlement platform, the Company can strengthen and centralise its control and management over the financial resources of the Group, thereby improving the utilisation and efficiency of fund usage and mitigating its operating risks. It can also accelerate the turnover of funds and reduce transaction costs and expenses, thereby further enhancing the amount and efficiency of funds utilisation. This effectively lowers the operation risk of the Group and is favourable to the Group's daily operation and management.

## **OPINION OF THE DIRECTORS**

In view of the reasons and benefits as set out above, the Directors (excluding the independent non-executive Directors who will form their opinion after considering the advice from the Independent Financial Adviser) are of the view that the terms of the deposit services contemplated under the Financial Services Framework Agreement (including the Proposed Annual Caps) are fair and reasonable and on normal commercial terms which are no less favourable than those available from independent third parties under the prevailing market conditions, and are in the interest of the Company and its shareholders as a whole.

The Directors (including the independent non-executive Directors) are also of the view that the terms of the loan services contemplated under the Financial Services Framework Agreement and the terms of the Guarantee are fair and reasonable and on normal commercial terms which are no less favourable than those available from independent third parties under the prevailing market conditions and are in the interest of the Company and its shareholders as a whole.

As (i) each of Mr. WANG Yong, Mr. WANG Di and Mr. SUN Xihu is also a director and shareholder of Xiwang Group Company; and (ii) Mr. WANG Di is also a director of Xiwang Finance, each of them abstained from voting on the resolutions of the Board approving the Financial Services Framework Agreement and the transactions contemplated thereunder. Save as disclosed, none of the Directors has a material interest in the transactions contemplated under the Financial Services Framework Agreement.

## **INFORMATION OF THE PARTIES**

The Group is principally engaged in property development, trading of construction materials and property management services in the PRC.

Xiwang Finance is principally engaged in the provision of financial services for the member companies of Xiwang Group (including but not limited to the provision of consultancy and agency services, entrusted loans, guarantee and bills acceptance and discounting services and taking deposit from the member companies of Xiwang Group), inter-bank lending and borrowing and other businesses approved by the CBRC.

## **LISTING RULES IMPLICATIONS**

As at the date of this announcement, Xiwang Investment is the controlling shareholder of the Company and is wholly owned by Xiwang Holdings. Xiwang Holdings is held as to 95% by Xiwang Hong Kong and Xiwang Hong Kong is in turn wholly-owned by Xiwang Group Company. As at the date of this announcement, Xiwang Group Company is the ultimate holding company of the Company, and hence Xiwang Finance, being a subsidiary of Xiwang Group Company, is a connected person of the Company, and the transactions contemplated under the Financial Services Framework Agreement constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules.

As all of the applicable percentage ratios (as defined under the Listing Rules) in respect of the Proposed Annual Caps exceed 25%, the deposit services under the Financial Services Framework Agreement constitute major and non-exempt continuing connected transactions of the Company, which are subject to the reporting, announcement, independent shareholders' approval and annual review requirements under Chapter 14 and Chapter 14A of the Listing Rules.

The provision of loan services by Xiwang Finance to the Group under the Financial Services Framework Agreement will constitute financial assistance to be received by the Group from a connected person. As such services will be conducted on normal commercial terms which are no less favourable to the Group than those offered by independent third parties, and will not be secured by any assets of the Group, the loan services are exempt from the independent shareholders' approval, annual review and all disclosure requirements under Rule 14A.90 of the Listing Rules.

The provision of the Guarantee by Xiwang Group Company to the Group will constitute financial assistance to be received by the Group from a connected person. As the Guarantee is provided on normal commercial terms or better and will not be secured by any assets of the Group, the provision of the Guarantee is exempt from the independent shareholders' approval, annual review and all disclosure requirements under Rule 14A.90 of the Listing Rules.

The Company will disclose the relevant details of the transactions conducted under the Financial Services Framework Agreement in its annual reports and accounts in accordance with the relevant requirements of Rule 14A.49 of the Listing Rules.

## **GENERAL**

The Independent Board Committee comprising all the independent non-executive Directors has been established to advise the Independent Shareholders in relation to the deposit services contemplated under the Financial Services Framework Agreement (including the Proposed Annual Caps). Nuada Limited has been appointed as the Independent Financial Adviser to advise the Independent Board Committee and the Independent Shareholders in respect of the same.

### **(2) PROPOSED ADOPTION OF NEW BYE-LAWS**

Pursuant to Rule 13.51(1), the Board proposes to seek the approval of the Shareholders of the Company for certain amendments to the Existing Bye-laws of the Company and the adoption of the New Bye-laws consolidating the proposed amendments and all previous amendments made.

The Board wishes to amend the Existing Bye-laws in order to, amongst other, (i) comply with the Core Shareholder Protection Standards as set out in appendix 3 of the Listing Rules; and (ii) incorporate housekeeping amendments. In view of the number of proposed amendments to the Existing Bye-laws, the Board proposes to adopt the New Bye-laws in substitution for, and to the exclusion of, the Existing Bye-laws.

A summary of the major revisions brought about by the proposed adoption of the New Bye-laws are set out below:

- (1) to remove the provision which provides that (i) where the Company purchases for redemption a redeemable share, purchases not made through the market or by tender shall be limited to a maximum price as may from time to time be determined by the Company in general meeting, either generally or with regard to specific purchases; and (ii) if purchases are by tender, tenders shall be available to all Members alike;
- (2) to revise that an annual general meeting of the Company shall be held in each financial year and such annual general meeting must be held within six (6) months after the end of the Company's financial year (unless a longer period would not infringe the rules of the Stock Exchange, if any) at such time and place as may be determined by the Board;

- (3) to provide that a meeting of Members or any class thereof may be held by means of such telephone, electronic, or other communication facilities as to permit all persons participating in the meeting to communicate with each other simultaneously and instantaneously, and participation in such a meeting shall constitute presence at such meeting;
- (4) to allow that, for quorum purpose only, two persons appointed by the clearing house as authorised representative(s) or proxy(ies) shall form a quorum for a general meeting of the Company for all purposes;
- (5) to provide that all Members have the right to speak and vote at a general meeting of the Company, except where a Member is required by the Listing Rules to abstain from voting to approve the matter under consideration;
- (6) to clarify that the Directors appointed either to fill a causal vacancy on the Board or as an addition to the existing Board shall hold office until the first annual general meeting of the Company and shall then be eligible for re-election in alignment with paragraph 4(2) of appendix 3 to the Listing Rules;
- (7) to make corresponding updates to the relevant provisions in relation to any Board resolution approving any contract or arrangement or any other proposal in which he or any of his close associates is materially interested;
- (8) to provide that the Board may fill any casual vacancy in the office of Auditor and the Board may fix the remuneration of the Auditor such appointed. An Auditor appointed to fill a casual vacancy shall hold office until the next following annual general meeting and shall then be subject to appointment by the Members at such remuneration to be determined by the Members;
- (9) to clarify that the remuneration of the Auditor to be fixed by ordinary resolution of the Members in the general meeting of the Company or in such manner as the Members may determine;
- (10) to provide that the removal of the Auditor of the Company shall be approved by Members by extraordinary resolutions (two-thirds majority);

- (11) to provide that the signature of any notice or document to be given by the Company may be written, printed or made electronically; and
- (12) to incorporate other consequential and housekeeping amendments which are in line with the above amendments, and to make other amendments to update or clarify provisions of the Existing Bye-laws to better align with the language in the applicable laws of Bermuda and the Listing Rules.

The proposed amendments to the Existing Bye-laws and the proposed adoption of the New Bye-laws are subject to the approval of the Shareholders by way of passing a special resolution at the SGM. The New Bye-laws will become effective upon the approval by the Shareholders at the SGM.

## **SPECIAL GENERAL MEETING**

The Company will convene a SGM to consider and approve (i) the provision of deposit services under the Financial Services Framework Agreement; and (ii) the adoption of the New Bye-laws. A circular containing, among other things, (i) further information on the deposit services contemplated under the Financial Services Framework Agreement; (ii) a letter from the Independent Financial Adviser; (iii) a letter from the Independent Board Committee; (iv) the proposed adoption of the New Bye-laws; and (v) the notice convening the SGM will be despatched to the Shareholders on or before 28 October 2022.

## **DEFINITIONS**

“associate(s)”	has the meaning ascribed to it under the Listing Rules
“Auditor”	the auditor of the Company for the time being and may include any individual or partnership
“Board”	the board of Directors
“CBRC”	China Banking Regulatory Commission
“Company”	Xiwang Property Holdings Company Limited (西王置業控股有限公司*) (Stock Code: 2088), a company incorporated in Bermuda with limited liability and the shares of which are listed on the main board of the Stock Exchange
“connected person(s)”	has the meaning ascribed to it under the Listing Rules



“Director(s)”	the director(s) of the Company
“Effective Date”	the date on which all the conditions precedent set out in the Financial Services Framework Agreement are fulfilled
“Existing Bye-laws”	the bye-laws of the Company currently in force
“Existing Financial Services Framework Agreement”	a framework agreement dated 12 August 2019 entered into between the Company and Xiwang Finance in relation to the provision of deposit services, loan services and other financial services to the Company and the Qualified Entities for the period from 1 December 2019 (being the effective date of the Existing Financial Services Framework Agreement) to 30 November 2022
“Financial Services Framework Agreement”	a framework agreement dated 7 October 2022 entered into between the Company and Xiwang Finance in relation to provision of financial services (deposit services and loan services) by Xiwang Finance to the Company and the Qualified Entities
“Group”	the Company and its subsidiaries
“Guarantee”	a guarantee dated 7 October 2022 executed by Xiwang Group Company in favour of the Company to secure the due performance of the obligations of Xiwang Finance under the Financial Services Framework Agreement
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Independent Board Committee”	an independent committee of the Board comprising all the independent non-executive Directors

“Independent Financial Adviser”	Nuada Limited, a corporation licensed to carry out Type 6 (advising on corporate finance) regulated activities as defined under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), the independent financial adviser to the Independent Board Committee and the Independent Shareholders
“Independent Shareholders”	Shareholders other than Xiwang Investment and its associates
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“New Bye-laws”	the amended and restated bye-laws of the Company to be set out in the circular (with proposed changed marked up against the conformed version of the Existing Bye-laws posted on the website of the Stock Exchange) proposed to be adopted by the Shareholders with effect from the passing of the relevant special resolution at the SGM
“Parties”	the Company and Xiwang Finance, and “Party” means any one of them
“PBOC”	People’s Bank of China
“PRC”	the People’s Republic of China
“Proposed Annual Caps”	the proposed maximum daily outstanding balance of deposits (including accrued interest) placed by the Group with Xiwang Finance during the term of the Financial Services Framework Agreement
“Qualified Entities”	companies which are owned as to (i) 51% or above by the Company, (ii) 20% or above by the Company and its subsidiaries, individually or collectively, or (iii) less than 20% by the Company and its subsidiaries, individually or collectively, but as the largest shareholder

“RMB”	Renminbi, the lawful currency of the PRC
“Shareholder(s)” or “Member(s)”	shareholder(s) of the Company
“Special General Meeting” or “SGM”	the special general meeting of the Company to be convened for the purpose of considering and, if thought fit, approving the deposit services contemplated under the Financial Services Framework Agreement and the transactions contemplated thereunder, including the Proposed Annual Caps and the adoption of the new Bye-laws
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Xiwang Finance”	Xiwang Group Finance Company Limited* (西王集團財務有限公司), a company established in the PRC with limited liability, which is at the date of this announcement, a subsidiary of Xiwang Group Company
“Xiwang Group”	Xiwang Group Company and its subsidiaries
“Xiwang Group Company”	Xiwang Group Company Limited* (西王集團有限公司), a company established in the PRC with limited liability, which is at the date of this announcement, the ultimate holding company of the Company
“Xiwang Holdings”	Xiwang Holdings Limited, a company incorporated in the British Virgin Islands with limited liability, which is at the date of this announcement, held as to 95% by Xiwang Hong Kong and 5% by Mr. Wang Yong and 22 individuals
“Xiwang Hong Kong”	Xiwang Hong Kong Limited (西王香港有限公司), a company incorporated in Hong Kong with limited liability, which is at the date of this announcement, a wholly-owned subsidiary of Xiwang Group Company

“Xiwang Investment”

Xiwang Investment Company Limited, a company incorporated in the British Virgin Islands with limited liability, which is at the date of this announcement, the controlling shareholder of the Company and a wholly-owned subsidiary of Xiwang Holdings

By Order of the Board  
**Xiwang Property Holdings Company Limited**  
**WANG DI**  
*Chairman*

Hong Kong, 7 October 2022

As at the date of this announcement, the Board comprises the following Directors:

*Executive Directors:*

Mr. WANG Jin Tao  
Mr. WANG Wei Min

*Independent non-executive Directors:*

Mr. WONG Kai Hing  
Mr. WANG An  
Mr. WANG Zhen

*Non-executive Directors:*

Mr. WANG Di  
Mr. WANG Yong  
Mr. SUN Xihu

\* *For identification purpose only*