

*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.*



**CHTC FONG'S INTERNATIONAL COMPANY LIMITED**

**中國恒天立信國際有限公司**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 641)**

**ANNOUNCEMENT PURSUANT TO  
RULE 13.18 OF THE LISTING RULES**

This announcement is made by the board of directors (the “**Board**”) of CHTC Fong’s International Company Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.18 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The Board announces that on 19 December 2022, the Company (as guarantor), certain wholly-owned subsidiaries of the Company (the “**Borrowers**”, as borrowers) and Chong Hing Bank Limited (the “**Bank**”, as lender) entered into a facility agreement (the “**Facility Agreement**”), pursuant to which the Bank has agreed to provide banking facilities to the Borrowers of up to HK\$650,000,000 consisting of:

- (i) a one-year term loan facility of up to HK\$550,000,000 (the “**Facility A**”);
- (ii) a revolving credit facility of up to HK\$50,000,000 (the “**Facility B**”); and
- (iii) trade facilities of up to HK\$50,000,000 or its equivalent in United States Dollars including:
  - (a) issuance of sight/usance letter of credit (“**L/C**”);
  - (b) trust receipt loan;
  - (c) bank guarantee or standby L/C; and
  - (d) L/C negotiation (the “**Facility C**”).

Facility A, Facility B and Facility C are collectively referred to as the “**Facilities**”.

The purpose of Facility A is to refinance partial outstanding banking facilities of the Group; the purpose of Facility B is to (a) refinance partial outstanding banking facilities of the Group or (b) finance the repayment of the principal and interests of the shareholders' loans of the Group; and the purpose of Facility C is for trade financing.

The Bank is independent of the Company and its connected persons (as defined in the Listing Rules).

Pursuant to the terms and conditions of the Facility Agreement, 中國恒天集團有限公司 (China Hi-Tech Group Corporation), a controlling shareholder of the Company, shall execute a letter of comfort (the “**Letter of Comfort**”) undertaking that, among other matters, it will at all times maintain an aggregate beneficial ownership (directly or indirectly) of not less than 30% in the issued share capital of the Company throughout the life of the Facilities (the “**Specific Performance Obligation**”). Failure to comply with the Specific Performance Obligation will trigger an event of default under the Facility Agreement. As at the date of this announcement, 中國恒天集團有限公司 (China Hi-Tech Group Corporation) beneficially owns approximately 30.92% of the issued share capital of the Company.

On 19 December 2022, the Letter of Comfort was executed by 中國恒天集團有限公司 (China Hi-Tech Group Corporation) and delivered to the Bank.

In accordance with the requirements under Rule 13.21 of the Listing Rules, the Company will make disclosures in its subsequent interim and annual reports for so long as circumstances giving rise to the Specific Performance Obligation continue to exist.

By order of the Board  
**CHTC Fong's International Company Limited**  
**Lee Che Keung**  
*Company Secretary*

Hong Kong, 19 December 2022

*As at the date of this announcement, the Company's Executive Directors are Mr. Ye Maoxin (Chairman), Mr. Guan Youping (General Manager) and Mr. Chen Peng; the Non-executive Director is Mr. Fong Kwok Leung, Kevin; and the Independent Non-executive Directors are Mr. Tong Wing Chi, Dr. Jiang Gaoming and Mr. Li Jianxin.*