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**CHINA CHUNLAI EDUCATION GROUP CO., LTD.**  
**中國春來教育集團有限公司**  
(Incorporated in the Cayman Islands with limited liability)  
(Stock Code: 1969)

**VOLUNTARY ANNOUNCEMENT**  
**ENTERING INTO THE LOAN AGREEMENT**

This is a voluntary announcement made by China Chunlai Education Group Co., Ltd. (the “**Company**”, together with its subsidiaries and consolidated affiliated entities, the “**Group**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to announce that on 27 December 2022, Henan Shangqiu Chunlai Education Corporation\* (河南商丘春來教育集團), as borrower (the “**Borrower**”), and Zhongyuan Bank Co. Ltd., Shangqiu Branch\* (中原銀行股份有限公司商丘分行), as lender (the “**Lender**”), entered into a loan agreement (the “**Loan Agreement**”), pursuant to which the Lender has agreed to make available a term loan facility with a principal amount of up to RMB90,000,000 (the “**Loan**”) to the Borrower.

The principal terms of the Loan Agreement are summarised as follows:

**THE LOAN AGREEMENT**

<b>Date</b>	: 27 December 2022
<b>Lender</b>	: Zhongyuan Bank Co. Ltd., Shangqiu Branch* (中原銀行股份有限公司 商丘分行)
<b>Borrower</b>	: Henan Shangqiu Chunlai Education Corporation* (河南商丘春來教育 集團)
<b>Purpose of the Loan</b>	: Purchase of teaching appliances
<b>Term of the Loan</b>	: 1 year, commencing on 4 January 2023
<b>Interest</b>	: An annual interest rate of 6%, being 2.35% above the latest one-year loan prime rate (being 3.65%) promulgated by the National Interbank Funding Center under the authority of the People’s Bank of China one day before the date of the Loan Agreement

**Security** : The Loan Agreement is secured by a guarantee provided by each of the Company and PRC Holdco (as defined below) and a pledge of receivables by each of Shangqiu University, Anyang University and Hubei Jiankang Vocational College, respectively, in favour of the Lender.

To the best knowledge, information, and belief of the Directors, the Lender and its ultimate beneficial owners are third parties independent of the Company and its connected persons (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”)).

## **GUARANTEE**

On 27 December 2022, each of the Company and Henan Chunlai Education Technology Co., Ltd.\* (河南春來教育科技有限公司) (the “**PRC Holdco**”) entered into a guarantee agreement with the Lender (collectively, the “**Guarantee Agreements**”). Pursuant to the Guarantee Agreements, each of the Company and PRC Holdco shall provide a guarantee in favour of the Lender for the Borrower’s liabilities under the Loan Agreement (including but not limited to the principal amount of the Loan, interest, damages, compensation, and fees incurred by the Lender in connection with any enforcement actions).

## **PLEDGE OF RECEIVABLES**

In respect of the Loan Agreement, each of Shangqiu University, Anyang University and Hubei Jiankang Vocational College entered into an account receivables pledge agreement with the Lender, pursuant to which the Borrower agreed to pledge its account receivables in favour of the Lender for the Borrower’s liabilities under the Loan Agreement (including but not limited to the Loan, interest, damages, compensation, and fees incurred by the Lender in connection with any enforcement actions).

## **REASONS FOR AND THE BENEFITS OF ENTERING INTO THE LOAN AGREEMENT**

By entering into the Loan Agreement, the Group can diversify its financing channels, replenish capital required for its operations and optimise the Group’s liability structure.

The terms of the Loan Agreement and the related security documents were determined at after arm's length negotiations between the parties thereto, and the Board (including all independent non-executive Directors) considers that the terms of each of the Loan Agreement and the related security documents were fair and reasonable, on normal commercial terms, and in the interests of the Company and its shareholders as a whole.

By Order of the Board of Directors  
**China Chunlai Education Group Co., Ltd.**  
**Hou Junyu**  
*Executive Director*

Hong Kong, 30 December 2022

*As at the date of this announcement, the Board comprises Mr. Hou Junyu and Ms. Jiang Shuqin as executive Directors, Ms. Zhang Jie as executive Director and chief executive officer, Mr. Hou Chunlai as non-executive Director and chairman, and Dr. Jin Xiaobin, Ms. Fok, Pui Ming Joanna and Mr. Lau, Tsz Man as independent non-executive Directors.*

\* *The English translation of company names in Chinese is for identification purposes only. If there is any inconsistency between the Chinese names of entities or enterprises established in China and their English translations, the Chinese names shall prevail.*