

ANNOUNCEMENT OF OFFER PRICE AND ALLOTMENT RESULTS

SUMMARY

Offer Price

- The Offer Price has been determined at HK\$1.70 per Offer Share (excluding brokerage of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%).

Net Proceeds from the Global Offering

- Based on the Offer Price of HK\$1.70 per Offer Share, the net proceeds from the Global Offering to be received by the Company, after deducting the underwriting commission and other expenses paid and payable by the Company (but excluding any discretionary incentive fee which may be paid by the Company) in connection with the Global Offering, are estimated to be approximately HK\$89.4 million. The Company intends to apply such net proceeds in the manner as set out in the section headed “Net Proceeds from the Global Offering” in this announcement.
- As no over-allocation of International Placing Shares has been made, the Over-allotment Option has not been and will not be exercised, and no additional proceeds are expected to be received by the Company in this connection.

Applications and Indications of Interest Received in the Hong Kong Public Offering

- The Hong Kong Offer Shares initially offered under the Hong Kong Public Offering have been well over-subscribed. A total of 5,158 valid applications have been received pursuant to the Hong Kong Public Offering through the **White Form eIPO** service and through the **CCASS EIPO** service for a total of 65,572,000 Hong Kong Offer Shares, representing approximately 8.74 times of the total number of 7,500,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offering.
- As over-subscription in the Hong Kong Public Offering represents less than 15 times of the number of Offer Shares initially available for subscription under the Hong Kong Public Offering, the reallocation procedure as described in the section headed “Structure and Conditions of the Global Offering — The Hong Kong Public Offering — Reallocation” in the Prospectus has not been applied. The final number of Hong Kong Offer Shares available under the Hong Kong Public Offering is 7,500,000 Shares, representing 10% of the total number of Offer Shares initially available under the Global Offering, and being allocated to 1,559 successful applicants under the Hong Kong Public Offering, 1,434 of which have been allocated one board lot of Shares.

International Placing

- The International Placing Shares initially offered under the International Placing have been moderately over-subscribed, representing approximately 1.29 times of the total number of Offer Shares initially available under the International Placing. As over-subscription in the Hong Kong Public Offering represents less than 15 times of the number of Offer Shares initially available for subscription under the Hong Kong Public Offering, the reallocation procedure as described in the section headed “Structure and Conditions of the Global Offering — The Hong Kong Public Offering — Reallocation” in the Prospectus has not been applied. The final number of International Placing Shares available under the International Placing is 67,500,000 Shares, representing 90% of the total number of Offer Shares initially available under the Global Offering.
- There are a total of 144 places under the International Placing. No over-allocation of International Placing Shares has been made. A total of 101 places have been allotted one board lot of International Placing Shares, representing approximately 70.1% of the total number of places under the International Placing. These places have been allotted approximately 0.3% of the International Placing Shares initially available under the International Placing.
- The Directors confirm that none of the places under the International Placing will be placed more than 10% of the enlarged issued share capital of the Company immediately following completion of the Capitalisation Issue and the Global Offering. Accordingly, the Directors confirm that none of the places will become a substantial Shareholder of the Company immediately following completion of the International Placing, and there will not be any new substantial Shareholder of the Company immediately following completion of the Capitalisation Issue and the Global Offering.

Cornerstone Investor

- Based on the Offer Price of HK\$1.70 per Offer Share (excluding brokerage fee of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%) and pursuant to the Cornerstone Investment Agreement, the Cornerstone Investor has subscribed for a total of 26,478,000 Offer Shares, representing (a) approximately 8.8% of the total issued share capital of the Company immediately upon completion of the Global Offering; and (b) approximately 35.3% of the number of Offer Shares under the Global Offering. Please refer to the section headed “Cornerstone Investor” in the Prospectus for further details of the Cornerstone Investor. The number of Offer Shares allotted to the Cornerstone Investor is slightly different to the one disclosed in the section headed “Cornerstone Investors” in the Prospectus due to the difference of exchange rate between the Latest Practicable Date (i.e. 20 December 2022) and the settlement date of the Cornerstone Investment (i.e. 9 January 2023).

Compliance with Placing Guidelines

- The International Placing is in compliance with the Placing Guidelines for Equity Securities in Appendix 6 to the Listing Rules (the “**Placing Guidelines**”). None of the Sole Sponsor, the Sole Overall Coordinator, the Sole Global Coordinator, the Joint Bookrunners, the Joint Lead Managers, the Underwriters, the Capital Market Intermediaries and their respective affiliated companies and connected clients of the lead broker or of any distributors (as defined in Appendix 6 to the Listing Rules) has taken up any Offer Shares for its own benefit under the Global Offering.
- To the best knowledge, information and belief of the Directors, no Offer Shares placed by or through the Sole Overall Coordinator, the Sole Global Coordinator, the Joint Bookrunners, the Joint Lead Managers or the Underwriters under the Global Offering have been placed with applicants who are core connected persons (as defined in the Listing Rules) of the Company, Directors or to any connected clients (as set out in paragraph 5(1) of the Placing Guidelines) or persons set out in paragraph 5(2) of the Placing Guidelines, whether in their own names or through nominees.
- The Directors confirm that, to the best of their knowledge, information and belief, (i) none of the Offer Shares subscribed by public Shareholders in the Hong Kong Public Offering and places in the International Placing has been financed directly or indirectly by the Company, the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates; (ii) no rebate has been, directly or indirectly, provided by the Company, the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates, or syndicate members to any public Shareholders in the Hong Kong Public Offering or places in the International Placing; (iii) none of the public Shareholders in the Hong Kong Public Offering and places in the International Placing who has subscribed for the Offer Shares is accustomed to taking instructions from the Company, the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates in relation to the acquisition, disposal, voting or other disposition of the Shares registered in his/her/its name or otherwise held by him/her/it; (iv) the consideration payable by the public Shareholders in the Hong Kong Public Offering and places in the International Placing for each Share subscribed for or purchased by them is the same as the final Offer Price as determined by the Company, in addition to brokerage of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%; and (v) there is no side agreement or arrangement between the Company, any of the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates, on one hand, and the public subscribers or the placee who has subscribed for the Offer Shares, on the other hand.

Over-allotment Option

- In connection with the Global Offering, the Company has granted the Over-allotment Option to the International Placing Underwriters, exercisable by the Sole Overall Coordinator (for itself and on behalf of the International Placing Underwriters) and the Sole Global Coordinator pursuant to the International Placing Underwriting Agreement at any time from the Listing Date to the 30th day from the last day for lodging applications under the Hong Kong Public Offering, being Wednesday, 8 February 2023, to require the Company to allot and issue up to an aggregate of 11,250,000 additional Shares (representing 15% of the Offer Shares initially available under the Global Offering) at the Offer Price, to cover over-allocations in the International Placing, if any.
- No over-allocation of International Placing Shares has been made. Accordingly, although the Stock Borrowing Agreement has been entered into, the Over-allotment Option has not been and will not be exercised. No stabilisation activities as described in the Prospectus are expected to take place during the stabilisation period (which will begin on the Listing Date and end on the 30th day after the last day for lodging applications under the Hong Kong Public Offering, i.e. Wednesday, 8 February 2023).
- The Company will ensure or procure that a public announcement in compliance with the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong) will be issued within seven days after the end of the stabilising period.

Lock-up Undertakings

- Each of the Company, the Controlling Shareholders and the Cornerstone Investor are subject to certain lock-up undertakings as set out in the section headed “Lock-up Undertakings” in this announcement.

Shareholding Concentration Analysis

- We set out a shareholding concentration analysis based on the allotment results under the Global Offering. Please refer to the section headed “Shareholding Concentration Analysis” of this announcement for further details.

Results of Allocation

- The Offer Price, the level of indications of interest in the International Placing, the level of applications in the Hong Kong Public Offering and the basis of allocations of the Hong Kong Offer Shares will be published on Monday, 16 January 2023 on the website of the Stock Exchange at www.hkexnews.hk and the Company’s website at www.sdrhwy.cn.

- The results of allocations of the Hong Kong Offer Shares under the Hong Kong Public Offering successfully applied for through the **White Form eIPO** service or through the **CCASS EIPO** service, including the Hong Kong identity card/passport/Hong Kong business registration/certificate of incorporation numbers of successful applicants, and the number of Hong Kong Offer Shares successfully applied for, will be available at the times and dates and in the manner specified below:
 - in the announcement to be posted on the Company’s website at www.sdrhwy.cn and the Stock Exchange’s website at www.hkexnews.hk by no later than 8:00 a.m. on Monday, 16 January 2023;
 - from the designated results of allocations website at www.iporesults.com.hk (alternatively: English <https://www.eipo.com.hk/en/Allotment>; Chinese <https://www.eipo.com.hk/zh-hk/Allotment>) with a “search by ID” on a 24 hour basis from 8:00 a.m. on Monday, 16 January 2023 to 12:00 midnight on Sunday, 22 January 2023; and
 - by telephone enquiry line by calling (852) 2862 8555 between 9:00 a.m. and 6:00 p.m. from Monday, 16 January 2023, Tuesday, 17 January 2023, Wednesday, 18 January 2023 and Thursday, 19 January 2023.

Despatch/Collection of Share Certificates/e-Refund Payment Instructions/Refund Cheques

- Applicants who applied for 1,000,000 Hong Kong Offer Shares or more through the **White Form eIPO** service and who have been wholly successfully or partially successfully allocated Hong Kong Offer Shares and are eligible to collect the Share certificates in person may collect the Share certificates from the Hong Kong Branch Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wan Chai, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Monday, 16 January 2023 or any other place or date notified by the Company as the place or date of despatch/collection of Share certificates/e-Refund payment instructions/refund cheques.
- Share certificates for Hong Kong Offer Shares allocated to applicants who applied through the **White Form eIPO** service which are either not available for personal collection or which are available but are not collected in person within the time specified for collection, are expected to be dispatched by ordinary post to those entitled to them at their own risk on or before Monday, 16 January 2023.

- Wholly or partially successful applicants who applied by giving **electronic application instructions** to HKSCC via CCASS will have their Share certificates issued in the name of HKSCC Nominees Limited and deposited into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participants who gave **electronic application instructions** on their behalf on Monday, 16 January 2023.
- Applicants who applied through a designated CCASS Participant (other than a CCASS Investor Participant) should check the number of Hong Kong Offer Shares allocated to them and the amount of refund monies payable to them with that CCASS Participant.
- Applicants who applied through the **White Form eIPO** service and paid the application monies from a single bank account will have refund monies (if any) dispatched to their application payment accounts in the form of e-Refund payment instructions on Monday, 16 January 2023. Applicants who applied through the **White Form eIPO** service and paid the application monies from multiple bank accounts will have refund monies (if any) dispatched to the addresses specified on their **White Form eIPO** applications in the form of refund check(s) by ordinary post at their own risk on or before Monday, 16 January 2023.
- Refund monies (if any) for applicants who applied by giving **electronic application instructions** to HKSCC via CCASS are expected to be credited to the relevant applicants' designated bank accounts or the designated bank accounts of their broker or custodian on Monday, 16 January 2023.
- Share certificates will only become valid evidence of title at 8:00 a.m. (Hong Kong time) on Tuesday, 17 January 2023 provided that the Global Offering has become unconditional in all respects at or before that time and the right of termination as described in the section headed "Underwriting — Underwriting arrangements and expenses — Hong Kong Public Offering — Grounds for termination" in the Prospectus has not been exercised.
- The Company will not issue any temporary documents of title in respect of the Offer Shares and will not issue any receipt for application monies received.

Public Float

- The Directors confirm that immediately after the Global Offering, (i) at least 25% of the Company's enlarged issued share capital would be held by the public hands in compliance with Rule 8.08(1) of the Listing Rules; (ii) no placee will, individually, be placed more than 10% of the enlarged issued share capital of the Company; (iii) there will not be any new substantial shareholder (as defined in the Listing Rules) of the Company; (iv) the three largest public Shareholders do not hold more than 50% of the shares held in public hands at the time of the Listing in compliance with Rules 8.08(3) and 8.24 of the Listing Rules; and (v) there will be at least 300 Shareholders at the time of the Listing in compliance with Rule 8.08(2) of the Listing Rules.

Commencement of Dealings

- Assuming that the Global Offering becomes unconditional in all respects at or before 8:00 a.m. (Hong Kong time) on Tuesday, 17 January 2023, dealings in the Shares on the Main Board of the Stock Exchange are expected to commence at 9:00 a.m. (Hong Kong time) on Tuesday, 17 January 2023. The Shares will be traded in board lots of 2,000 Shares each. The stock code of the Shares is 2455.

In view of the high concentration of shareholding in a small number of Shareholders, Shareholders and prospective investors should beware of the risks that the price of the Shares could fluctuate significantly even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.

OFFER PRICE

The Offer Price has been determined at HK\$1.70 per Offer Share (excluding brokerage of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%).

NET PROCEEDS FROM THE GLOBAL OFFERING

Based on the Offer Price of HK\$1.70 per Offer Share, the net proceeds from the Global Offering to be received by the Company, after deducting the underwriting commission and other expenses paid and payable by the Company (but excluding any discretionary incentive fee which may be paid by the Company) in connection with the Global Offering, are estimated to be approximately HK\$89.4 million.

The Company intends to apply such net proceeds as follows:

- approximately 54.3% (approximately HK\$48.6 million or RMB43.6 million) will be used for making strategic investments and acquisitions to expand the Group's property management business;
- approximately 28.0% (approximately HK\$25.0 million or RMB22.4 million) will be used for developing, strengthening and implementing the Group's information technologies; and
- approximately 17.7% (approximately HK\$15.8 million or RMB14.2 million) will be used for improving staff motivation mechanism to attract, cultivate and retain talents.

As no over-allocation of International Placing Shares has been made, the Over-allotment Option has not been and will not be exercised, and no additional proceeds are expected to be received by the Company in this connection.

For further information, please refer to the section headed "Future Plans and Use of Proceeds" in the Prospectus.

APPLICATIONS AND INDICATIONS OF INTEREST RECEIVED IN THE HONG KONG PUBLIC OFFERING

The Hong Kong Offer Shares initially offered under the Hong Kong Public Offering have been well over-subscribed. At the close of the application lists at 12:00 noon on Monday, 9 January 2023, a total of 5,158 valid applications have been received pursuant to the Hong Kong Public Offering through the **White Form eIPO** service and through the **CCASS EIPO** service for a total of 65,572,000 Hong Kong Offer Shares, representing approximately 8.74 times of the total number of 7,500,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offering, among which:

- 5,153 valid applications in respect of a total of 50,072,000 Hong Kong Offer Shares were for the Hong Kong Public Offering with an aggregate subscription amount based on the maximum Offer Price of HK\$2.00 per Offer Share (excluding brokerage of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%) of HK\$5 million or less (excluding brokerage of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and the Stock Exchange trading fee of 0.00565%), representing approximately 13.35 times of the 3,750,000 Hong Kong Offer Shares initially comprised in Pool A; and
- 5 valid applications in respect of a total of 15,500,000 Hong Kong Offer Shares were for the Hong Kong Public Offering with an aggregate subscription amount based on the maximum Offer Price of HK\$2.00 per Offer Share (excluding brokerage of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%) of more than HK\$5 million, representing 4.13 times of the 3,750,000 Hong Kong Offer Shares initially comprised in Pool B.

No multiple applications or suspected multiple applications have been identified and rejected. No application has been rejected due to dishonored payment. No application has been rejected due to invalid application. No application for more than 3,750,000 Hong Kong Offer Shares (being 50% of the Hong Kong Offer Shares initially available under the Hong Kong Public Offering) has been identified.

As over-subscription in the Hong Kong Public Offering represents less than 15 times of the number of Offer Shares initially available for subscription under the Hong Kong Public Offering, the reallocation procedure as described in the section headed “Structure and Conditions of the Global Offering — The Hong Kong Public Offering — Reallocation” in the Prospectus has not been applied. The final number of Hong Kong Offer Shares available under the Hong Kong Public Offering is 7,500,000 Shares, representing 10% of the total number of Offer Shares initially available under the Global Offering, and being allocated to 1,559 successful applicants under the Hong Kong Public Offering, 1,434 of which have been allocated one board lot of Shares.

The Offer Shares offered in the Hong Kong Public Offering were conditionally allocated on the basis set out in the section headed “Basis of Allocation under the Hong Kong Public Offering” below.

INTERNATIONAL PLACING

The International Placing Shares initially offered under the International Placing have been moderately over-subscribed, representing approximately 1.29 times of the total number of Offer Shares initially available under the International Placing. As over-subscription in the Hong Kong Public Offering represents less than 15 times of the number of Offer Shares initially available for subscription under the Hong Kong Public Offering, the reallocation procedure as described in the section headed “Structure and Conditions of the Global Offering — The Hong Kong Public Offering — Reallocation” in the Prospectus has not been applied. After reallocation of the Offer Shares to the Hong Kong Public Offering from the International Placing, the final number of International Placing Shares available under the International Placing is 67,500,000 Shares, representing 90% of the total number of Offer Shares initially available under the Global Offering.

There are a total of 144 places under the International Placing. No over-allocation of International Placing Shares has been made. A total of 101 places have been allotted one board lot of International Placing Shares, representing approximately 70.1% of the total number of places under the International Placing. These places have been allotted approximately 0.3% of the International Placing Shares initially available under the International Placing.

The Directors confirm that none of the places under the International Placing will be placed more than 10% of the enlarged issued share capital of the Company immediately following completion of the Capitalisation Issue and the Global Offering. Accordingly, the Directors confirm that none of the places will become a substantial shareholder of the Company immediately following completion of the International Placing, and there will not be any new substantial shareholder of the Company immediately following completion of the Capitalisation Issue and the Global Offering.

Cornerstone Investor

Based on the Offer Price of HK\$1.70 per Offer Share (excluding brokerage fee of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%) and pursuant to the Cornerstone Investment Agreement entered into with the Cornerstone Investors as disclosed in the section headed “Cornerstone Investors” in the Prospectus, the Cornerstone Investor has subscribed for a total of 26,478,000 Offer Shares, representing (a) approximately 8.8% of the total issued share capital of the Company immediately upon completion of the Global Offering; and (b) approximately 35.3% of the number of Offer Shares under the Global Offering. The number of Offer Shares allotted to the Cornerstone Investor is slightly different to the one disclosed in the section headed “Cornerstone Investors” in the Prospectus due to the difference of exchange rate between the Latest Practicable Date (i.e. 20 December 2022) and the settlement date of the Cornerstone Investment (i.e. 9 January 2023).

To the best knowledge of the Directors, the Cornerstone Investor is a third party independent from the Company, not the Company’s connected person and not the Company’s existing shareholder or its close associates. In addition, the Company has confirmed that (i) there are no side agreements or arrangements between the Company, any member of the Group, or any of their respective affiliates, directors, officers, employees, agents or representatives in the Global Offering and the Cornerstone Investor; (ii) the Cornerstone Investor is not accustomed to take instructions from the Company, the Directors, chief executive, Controlling Shareholders, substantial Shareholders of the Company or existing Shareholders of the Company or any of its subsidiaries or their respective close associates in relation to the acquisition, disposal or other disposition of the Offer Shares; and (iii) the subscription of the Shares by the Cornerstone Investor is not financed by the Company, the Directors, chief executive, Controlling Shareholders, substantial Shareholders of the Company or existing Shareholders of the Company or any of its subsidiaries or their respective close associates.

To the best knowledge and as confirmed by the Cornerstone Investor, its subscription under the Cornerstone Placing would be financed by its own internal financial resources and/or the financial resources of its controlling shareholder. The Cornerstone Investor has confirmed that all necessary approvals have been obtained with respect to the Cornerstone Placing, none of the Cornerstone Investor or its shareholders are listed on any stock exchange and no specific approval from any stock exchange is required for the Cornerstone Placing.

The Cornerstone Placing forms part of the International Placing, and the Cornerstone Investor will not subscribe for any Offer Shares under the Global Offering (other than pursuant to the Cornerstone Investment Agreement). The Offer Shares to be subscribed for by the Cornerstone Investor will rank *pari passu* in all respects with the other fully paid Shares in issue upon completion of the Global Offering and will be counted towards the public float of the Company. Immediately following the completion of the Global Offering, the Cornerstone Investor will not have any board representation in the Company, nor will the Cornerstone Investor become a substantial shareholder of the Company (as defined under the Listing Rules). Other than a guaranteed allocation of the relevant Offer Shares at the Offer Price, the Cornerstone Investor does not have any preferential rights in the Cornerstone Investment Agreement compared with other public Shareholders, and none of the Cornerstone Investors or any of their affiliates, directors, officers, employees, agents or representatives, has accepted or entered into any agreement or arrangement to accept any direct or indirect benefits by side letter or otherwise, from the Company, any member of the Group, or any of their respective affiliates, directors, officers, employees, agents or representatives in the Global Offering or otherwise has engaged in any conduct or activity inconsistent with, or in contravention of, Guidance Letter HKEX-GL51-13.

The Cornerstone Investor has agreed that it will not, whether directly or indirectly, at any time during the period of six months starting from and inclusive of the Listing Date, directly or indirectly, (i) dispose of, in any way, any of the Offer Shares they have subscribed for pursuant to the Cornerstone Investment Agreement (the “**Relevant Shares**”) or any interest in any company or entity holding any Relevant Shares; (ii) allow itself to undergo a change of control (as defined in the Takeovers Code promulgated by the SFC) at the level of its ultimate beneficial owner; (iii) enter into any transactions directly or indirectly with the same economic effect as any aforesaid transaction; or (iv) agree or contract to, or publicly announce any intention to enter into, any transaction described above whether any of the foregoing transactions described above is to be settled by delivery of share capital or such other securities, in cash or otherwise.

Please refer to the section headed “Cornerstone Investor” in the Prospectus for further details relating to the Cornerstone Investor.

COMPLIANCE WITH PLACING GUIDELINES

- The International Placing is in compliance with the Placing Guidelines. None of the Sole Sponsor, the Sole Overall Coordinator, the Sole Global Coordinator, the Joint Bookrunners, the Joint Lead Managers, the Underwriters, the Capital Market Intermediaries and their respective affiliated companies and connected clients of the lead broker or of any distributors (as defined in Appendix 6 to the Listing Rules) has taken up any Offer Shares for its own benefit under the Global Offering.
- To the best knowledge, information and belief of the Directors, no Offer Shares placed by or through the Sole Overall Coordinator, the Sole Global Coordinator, the Joint Bookrunners, the Joint Lead Managers or the Underwriters under the Global Offering have been placed with applicants who are core connected persons (as defined in the Listing Rules) of the Company, Directors or to any connected clients (as set out in paragraph 5(1) of the Placing Guidelines) or persons set out in paragraph 5(2) of the Placing Guidelines, whether in their own names or through nominees.

- The Directors confirm that, to the best of their knowledge, information and belief, (i) none of the Offer Shares subscribed by public Shareholders in the Hong Kong Public Offering and places in the International Placing has been financed directly or indirectly by the Company, the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates; (ii) no rebate has been, directly or indirectly, provided by the Company, the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates, or syndicate members to any public Shareholders in the Hong Kong Public Offering or places in the International Placing; (iii) none of the public Shareholders in the Hong Kong Public Offering and places in the International Placing who has subscribed for the Offer Shares is accustomed to taking instructions from the Company, the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates in relation to the acquisition, disposal, voting or other disposition of the Shares registered in his/her/its name or otherwise held by him/her/it; (iv) the consideration payable by the public Shareholders in the Hong Kong Public Offering and places in the International Placing for each Share subscribed for or purchased by them is the same as the final Offer Price as determined by the Company, in addition to brokerage of 1.0%, SFC transaction levy of 0.0027%, AFRC transaction levy of 0.00015% and Stock Exchange trading fee of 0.00565%; and (v) there is no side agreement or arrangement between the Company, any of the Directors, chief executive of the Company, Controlling Shareholders, substantial Shareholders of the Company, existing Shareholders of the Company or any of their subsidiaries or their respective close associates, on one hand, and the public subscribers or the placee who has subscribed for the Offer Shares, on the other hand.

OVER-ALLOTMENT OPTION

In connection with the Global Offering, the Company has granted the Over-allotment Option to the International Underwriters, exercisable by the Sole Overall Coordinator (for itself and on behalf of the International Underwriters) and the Sole Global Coordinator pursuant to the International Underwriting Agreement at any time from the Listing Date to the 30th day from the last day for lodging applications under the Hong Kong Public Offering, being Wednesday, 8 February 2023, to require the Company to allot and issue up to an aggregate of 11,250,000 additional Shares (representing 15% of the Offer Shares initially available under the Global Offering) at the Offer Price, to cover over-allocations in the International Placing, if any.

No over-allocation of International Placing Shares has been made. Accordingly, although the Stock Borrowing Agreement has been entered into, the Over-allotment Option has not been and will not be exercised. No stabilisation activities as described in the Prospectus are expected to take place during the stabilisation period (which will begin on the Listing Date and end on the 30th day after the last day for lodging applications under the Hong Kong Public Offering, i.e. Wednesday, 8 February 2023).

The Company will ensure or procure that a public announcement in compliance with the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong) will be issued within seven days after the end of the stabilising period.

LOCK-UP UNDERTAKINGS

Each of the Company, the Controlling Shareholders and the Cornerstone Investor has given certain undertakings in relation to the issue or disposal of Shares (the “**Lock-up Undertakings**”). The major terms of the Lock-Up Undertakings are set out as follows:

Name	Number of Lock-up Shares held in the Company subject to the Lock-up Undertakings upon Listing	Percentage of shareholding in the Company subject to the Lock-up Undertakings upon Listing	Last day subject to the Lock-up Undertakings
<i>The Company</i> (subject to lock-up obligations pursuant to the Listing Rules and the Underwriting Agreements)	N/A	N/A	16 July 2023 ⁽¹⁾
<i>Controlling Shareholders</i> (subject to lock-up obligations pursuant to the Listing Rules and the Underwriting Agreements)			16 July 2023 (First Six-Month Period)
Springrain Investment, Mr. Luan, Mr. HQ Luan and Ms. Liang	164,706,700	54.90%	16 January 2024 (Second Six-Month Period)
<i>Cornerstone Investor</i> (subject to lock-up obligations pursuant to the Cornerstone Investment Agreement)			
Jinan Huaiyin Urban Construction Investment Group Co., Ltd.* (濟南槐蔭城市建設投資集團有限公司)	26,478,000	8.8%	16 July 2023 ⁽²⁾

Notes:

- (1) The Company may not issue Shares on or prior to the indicated date except otherwise permitted by the Listing Rules.
- (2) The Cornerstone Investor may dispose of any of the Offer Shares subscribed in the Global Offering after the indicated date.

BASIS OF ALLOCATION UNDER THE HONG KONG PUBLIC OFFERING

Subject to satisfaction of the conditions set out in the section headed “Structure and Conditions of the Global Offering — Conditions of the Global Offering” in the Prospectus, 5,158 valid applications made by the public through the **White Form eIPO** service and the **CCASS EIPO** service will be conditionally allocated on the basis set out below:

POOL A

Number of Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of Shares applied for
2,000	2,540	508 out of 2,540 to receive 2,000 Shares	20.00%
4,000	1,518	304 out of 1,518 to receive 2,000 Shares	10.01%
6,000	81	22 out of 81 to receive 2,000 Shares	9.05%
8,000	50	18 out of 50 to receive 2,000 Shares	9.00%
10,000	96	43 out of 96 to receive 2,000 Shares	8.96%
12,000	17	9 out of 17 to receive 2,000 Shares	8.82%
14,000	46	26 out of 46 to receive 2,000 Shares	8.07%
16,000	11	7 out of 11 to receive 2,000 Shares	7.95%
18,000	10	7 out of 10 to receive 2,000 Shares	7.78%
20,000	599	425 out of 599 to receive 2,000 Shares	7.10%
30,000	32	2,000 Shares	6.67%
40,000	29	2,000 Shares plus 5 out of 29 to receive additional 2,000 Shares	5.86%
50,000	13	2,000 Shares plus 6 out of 13 to receive additional 2,000 Shares	5.85%
60,000	8	2,000 Shares plus 6 out of 8 to receive additional 2,000 Shares	5.83%
70,000	1	4,000 Shares	5.71%
80,000	11	4,000 Shares plus 1 out of 11 to receive additional 2,000 Shares	5.23%
90,000	20	4,000 Shares plus 7 out of 20 to receive additional 2,000 Shares	5.22%

POOL A

Number of Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of Shares applied for
100,000	41	4,000 Shares plus 23 out of 41 to receive additional 2,000 Shares	5.12%
120,000	3	6,000 Shares	5.00%
140,000	2	6,000 Shares plus 1 out of 2 to receive additional 2,000 Shares	5.00%
160,000	6	6,000 Shares plus 4 out of 6 to receive additional 2,000 Shares	4.58%
180,000	3	8,000 Shares	4.44%
200,000	3	8,000 Shares plus 1 out of 3 to receive additional 2,000 Shares	4.33%
250,000	3	8,000 Shares plus 2 out of 3 to receive additional 2,000 Shares	3.73%
300,000	1	10,000 Shares	3.33%
500,000	5	16,000 Shares	3.20%
1,000,000	1	30,000 Shares	3.00%
2,000,000	2	58,000 Shares	2.90%
2,500,000	1	70,000 Shares	2.80%
Total	<u><u>5,153</u></u>	Total number of Pool A successful applicants: 1,554	

POOL B

Number of Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of Shares applied for
3,000,000	4	726,000 Shares	24.20%
3,500,000	1	846,000 Shares	24.17%
Total	<u>5</u>	Total number of Pool B successful applicants: 5	

The final number of Offer Shares under the Hong Kong Public Offering is 7,500,000 Shares, representing 10% of the total number of Offer Shares initially available under the Global Offering.

SHAREHOLDING CONCENTRATION ANALYSIS

A summary of allotment results under the Global Offering is set out below:

- subscription and number of Shares held by the top 1, 5, 10, 20 and 25 of the places out of the International Placing Shares, total Offer Shares and the total issued share capital of the Company upon Listing:

Places	Number of Shares subscribed for	Number of Shares held upon Listing	Subscription as % of International Placing	Subscription as % of total Offer Shares	Number of Shares held as % of the total issued share capital upon Listing
Top 1	26,478,000	26,478,000	39.2%	35.3%	8.8%
Top 5	42,870,000	42,870,000	63.5%	57.2%	14.3%
Top 10	52,712,000	52,712,000	78.1%	70.3%	17.6%
Top 20	60,828,000	60,828,000	90.1%	81.1%	20.3%
Top 25	63,768,000	63,768,000	94.5%	85.0%	21.3%

- subscription and number of Shares held by the top 1, 5, 10, 20 and 25 of the Shareholders out of the Hong Kong Offer Shares, International Placing Shares, total Offer Shares and the total issued share capital of the Company upon Listing:

Shareholders	Subscription of Hong Kong Offer Shares	Subscription of International Placing Shares	Subscription of total Offer Shares in the Global Offering	Total number of Shares held upon Listing	Subscription of Hong Kong Offer Shares as % of Hong Kong Public Offering	Subscription of International Placing Shares as % of International Placing	Subscription as % of total Offer Shares	Number of Shares held as % of total issued share capital upon Listing
Top 1	—	—	—	164,706,700	—	—	—	54.9%
Top 5	—	32,066,000	32,066,000	212,923,689	—	47.5%	42.8%	71.0%
Top 10	—	36,918,000	36,918,000	240,052,913	—	54.7%	49.2%	80.0%
Top 20	—	50,360,000	50,360,000	263,631,049	—	74.6%	67.1%	87.9%
Top 25	—	55,064,000	55,064,000	269,783,068	—	81.6%	73.4%	89.9%

In view of the high concentration of shareholding in a small number of Shareholders, Shareholders and prospective investors should beware of the risks that the price of the Shares could fluctuate significantly even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.

RESULTS OF ALLOCATION

The results of allocations of the Hong Kong Offer Shares under the Hong Kong Public Offering successfully applied for through the **White Form eIPO** service or through the **CCASS EIPO** service, including the Hong Kong identity card/passport/Hong Kong business registration/certificate of incorporation numbers of successful applicants, and the number of Hong Kong Offer Shares successfully applied for, will be available at the times and dates and in the manner specified below:

- in the announcement to be posted on the Company’s website at www.sdrhwy.cn and the Stock Exchange’s website at www.hkexnews.hk by no later than 8:00 a.m. on Monday, 16 January 2023;
- from the designated results of allocations website at www.iporesults.com.hk (alternatively: English <https://www.eipo.com.hk/en/Allotment>; Chinese <https://www.eipo.com.hk/zh-hk/Allotment>) with a “search by ID” on a 24 hour basis from 8:00 a.m. on Monday, 16 January 2023 to 12:00 midnight on Sunday, 22 January 2023; and
- by telephone enquiry line by calling (852) 2862 8555 between 9:00 a.m. and 6:00 p.m. from Monday, 16 January 2023, Tuesday, 17 January 2023, Wednesday, 18 January 2023 and Thursday, 19 January 2023.

The Offer Price, the level of indications of interest in the International Placing, the level of applications in the Hong Kong Public Offering and the basis of allocations of the Hong Kong Offer Shares will be published on Monday, 16 January 2023 on the website of the Stock Exchange at www.hkexnews.hk and the Company’s website at www.sdrhwy.cn.

This announcement contains a list of identification document numbers. Identification document numbers shown in the section headed “Results of Applications Made by **White Form eIPO**” refer to Hong Kong identity card numbers/passport numbers/Hong Kong business registration numbers/certificate of incorporation numbers/beneficial owner identification codes (if such applications are made by nominees as agent for the benefit of another person) whereas those displayed in the section headed “Results of Applications Made by Giving Electronic Application Instructions to HKSCC via CCASS” are provided by CCASS Participants via CCASS. Therefore, the identification document numbers shown in the two sections are different in nature. Please note that the list of identification document numbers in this announcement is not a complete list of successful applicants since only successful applicants whose identification document numbers are provided by CCASS are disclosed.

Since applications are subject to personal information collection statements, beneficial owner identification codes displayed in the sections headed “Results of Applications Made by **White Form eIPO**” and “Results of Applications Made by Giving Electronic Application Instructions to HKSCC via CCASS” are redacted and not all details of applications are disclosed in this announcement.