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# 中金投集团

China Financial Services Holdings Ltd

**China Financial Services Holdings Limited**

*(Incorporated in Hong Kong with limited liability)*

(Stock Code: 605)

## **DISCLOSEABLE TRANSACTION PROVISION OF FINANCIAL ASSISTANCE**

### **PROVISION OF FINANCIAL ASSISTANCE**

The Board is pleased to announce that on 17 October 2023, the Loan Agreement A and Loan Agreement B were entered into between QLCG as the lender and Customer AK, Customer AL and Customer AM collectively as the Borrowers, pursuant to which QLCG has agreed to grant both Loan A and Loan B to the Borrowers for a principal amount of HK\$4,600,000 and HK\$2,800,000 respectively for one year. The aggregate amount of two secured loans were HK\$7,400,000.

### **LISTING RULES IMPLICATIONS**

As an applicable percentage ratio under Rule 14.07 of the Listing Rules in respect of both Loan A and Loan B granted to the Borrowers in aggregate exceeds 5% but is less than 25%, the grant of both Loan A and Loan B in aggregate constitutes a discloseable transaction for the Company and is subject to notification and announcement requirements under Chapter 14 of the Listing Rules.

## **PROVISION OF THE LOAN A**

The Board is pleased to announce that on 17 October 2023, the Loan Agreement A was entered into between QLCG as the lender and Customer AK, Customer AL and Customer AM collectively as the Borrowers, pursuant to which QLCG has agreed to grant the Loan A to the Borrowers for a principal amount of HK\$4,600,000 for one year.

Summarised below are the principal terms of the Loan Agreement A.

### **THE LOAN AGREEMENT A**

Date of Agreement	:	17 October 2023
Lender	:	QLCG
Borrowers	:	Customer AK, Customer AL and Customer AM
Principal	:	HK\$4,600,000
Interest rate	:	13% per annum
Term	:	12 months commencing from the drawdown date
Security	:	A first legal charge mortgage in respect of a residential property located at Shatin, New Territories, Hong Kong, with valuation conducted by an independent property valuer with the amount of approximately HK\$7,300,000 as at 9 October 2023
Repayment	:	the Borrowers will repay the interest on a monthly basis with a principal amount to be repaid at maturity.

## **PROVISION OF THE LOAN B**

The Board is pleased to announce that on 17 October 2023, the Loan Agreement B was entered into between QLCG as the lender and Customer AK, Customer AL and Customer AM collectively as the Borrowers, pursuant to which QLCG has agreed to grant the Loan B to the Borrowers for a principal amount of HK\$2,800,000 for one year.

Summarised below are the principal terms of the Loan Agreement B.

### **THE LOAN AGREEMENT B**

Date of Agreement	:	17 October 2023
Lender	:	QLCG
Borrowers	:	Customer AK, Customer AL and Customer AM
Principal	:	HK\$2,800,000
Interest rate	:	17% per annum
Term	:	12 months commencing from the drawdown date
Security	:	A second legal charge mortgage in respect of a residential property located at Shatin, New Territories, Hong Kong, with valuation conducted by an independent property valuer with the amount of approximately HK\$10,000,000 as at 9 October 2023
Repayment	:	the Borrowers will repay the interest on a monthly basis with a principal amount to be repaid at maturity.

### **INFORMATION ON THE CREDIT RISK RELATING TO BOTH LOAN A AND LOAN B**

The making of both Loan A and Loan B are collateralised against two residential properties. The collaterals provided by the Borrowers for both Loan A and Loan B are sufficient based on the value of the mortgaged properties for both Loan A and Loan B as determined by independent valuers.

The advances in respect of both Loan A and Loan B are also made on the basis of the Company's credit assessments with reference to the facts that (i) the collaterals provided by the Borrowers are at the prime site in Hong Kong; (ii) the Borrowers' net worth is strong and solid to prove their repayment ability; and (iii) the relatively short term nature of both Loan A and Loan B. After taking into account the factors as disclosed above in assessing the risks of the relevant advances, the Company considers that the risks involved in the advances to the Borrowers are manageable.

## **FUNDING OF BOTH LOAN A AND LOAN B**

The Group will finance both Loan A and Loan B with the Company's general working capital.

## **INFORMATION ON THE BORROWERS**

Customer AK, Customer AL and Customer AM are individuals who are merchant and engaged in the trading industry of the household healthcare equipment. Customer AK is the spouse of Customer AL. Customer AM is the son of Customer AK and Customer AL. The Borrowers were approached by the Group through its network. To the best of the knowledge, information and belief of the Directors having made all reasonable enquiry, the Borrowers are Independent Third Parties and not connected with the Group.

## **INFORMATION ON THE GROUP AND THE LENDER**

The Company is an investment holding company. The Group is principally engaged in provision of financial services in HK and the PRC. QLCG, as the lender of the Loan, is an indirect wholly-owned subsidiary of the Company.

## **REASONS FOR ENTERING INTO THE LOAN AGREEMENT A AND LOAN AGREEMENT B**

Taking into account the principal business activities of the Group, the grant of both Loan A and Loan B to the Borrowers is in the ordinary and usual course of business of the Group.

The terms of the Loan Agreement A and Loan Agreement B, including the interest rate applicable, were negotiated on an arm's length basis between QLCG and the Borrowers, having taken into account the prevailing market terms and practice of transactions of similar nature. The Directors consider that the grant of both Loan A and Loan B is a financial assistance provided by the Group within the meaning of the Listing Rules. The Directors are of the view that the terms of the Loan Agreement A and the Loan Agreement B were entered into on normal commercial terms based on the Group's credit policy. Taking into account the satisfactory financial background of the Borrowers and that a stable revenue and cashflow stream from the interest income is expected, the Directors consider that the terms of the Loan Agreement A and Loan Agreement B are fair and reasonable and the entering into of the Loan Agreement A and Loan Agreement B is in the interests of the Company and its Shareholders as a whole.

## **LISTING RULES IMPLICATIONS**

As an applicable percentage ratio under Rule 14.07 of the Listing Rules in respect of both Loan A and Loan B granted to the Borrowers in aggregate exceeds 5% but is less than 25%, the grant of both Loan A and Loan B constitutes a discloseable transaction for the Company and is subject to notification and announcement requirements under Chapter 14 of the Listing Rules.

## DEFINITIONS

In this announcement, the following expressions have the following meanings:

“Board”	the board of Directors
“Borrowers”	Customer AK, Customer AL and Customer AM collectively
“Company”	China Financial Services Holdings Limited, a company incorporated in Hong Kong with limited liability, the shares of which are listed on the Main Board of the Stock Exchange
“Customer AK”	Mr. Ma Peiman (馬培民), an individual who is an Independent Third Party and is the spouse of Customer AL
“Customer AL”	Ms. Lang Tung Mui (冷冬梅), an individual who is an Independent Third Party and is the spouse of Customer AK
“Customer AM”	Mr. Ma Xin (馬欣), an individual who is an Independent Third Party and is the son of Customer AK and Customer AL
“Director(s)”	the director(s) of the Company
“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)”	party(ies) who is/are independent of the Company and its connected person(s) (as defined in the Listing Rules)
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Money Lenders Ordinance”	the Money Lenders Ordinance (Chapter 163 of the laws of Hong Kong) as amended, supplemented or otherwise modified from time to time
“QLCG”	QL Credit Gain Finance Company Limited, a company incorporated in Hong Kong with limited liability and with money lenders licence registered under Money Lenders Ordinance, and an indirect wholly-owned subsidiary of the Company

“the Loan A”	the first legal charge mortgage loan in the amount of HK\$4,600,000 granted to the Borrowers under the Loan Agreement A
“the Loan Agreement A”	the loan agreement made between QLCG and the Borrowers for the Loan on 17 October 2023
“the Loan B”	the second legal charge mortgage loan in the amount of HK\$2,800,000 granted to the Borrowers under the Loan Agreement B
“the Loan Agreement B”	the loan agreement made between QLCG and the Borrowers for the Loan on 17 October 2023
“Share(s)”	share(s) in the share capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

By Order of the Board  
**China Financial Services Holdings Limited**  
**Chung Chin Keung**  
*Company Secretary*

Hong Kong, 17 October 2023

As at the date of this announcement, the directors of the Company are:

*Executive Director:*

Mr. Zhang Min (*Chief Executive Officer*)

*Non-executive Director:*

Mr. Tao Chun

*Independent Non-executive Directors:*

Mr. John Paul Ribeiro

Mr. Zhang Kun

Mr. Chan Chun Keung

Mr. Lee Ka Wai

Madam Zhan Lili