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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 24 June 2024, the Loan Agreement B was entered into between CDVC as the lender and Customer DD as the Borrower, pursuant to which CDVC has agreed to grant the Loan B to the Borrower for a principal amount of RMB2,150,000 for one year term.

Prior to the entering into of the Loan Agreement B, Loan Agreement A was entered among CDVC as the lender and Customer DD as the Borrower for the grant of a secured loan in the amount of RMB2,200,000 for one year term. The loan proceeds of Loan B will be used to fully settled the outstanding principal of Loan A.

LISTING RULES IMPLICATIONS

As an applicable percentage ratio under Rule 14.07 of the Listing Rules in respect of the Loan B granted to the Borrower exceeds 5% but is less than 25%, the grant of the Loan B 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 B

The Board is pleased to announce that on 24 June 2024, the Loan Agreement B was entered into between CDVC as the lender and Customer DD as the Borrower, pursuant to which CDVC has agreed to grant the Loan B to the Borrower for a principal amount of RMB2,150,000 for one year term.

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

THE LOAN AGREEMENT B

Date of Agreement : 24 June 2024

Lender : CDVC

Borrower : Customer DD

Principal : RMB2,150,000

Interest rate : 14.28% per annum

Term : 12 months commencing from the drawdown date

Security : A first legal charge mortgage in respect of a residential property located at Wuhou District, Chengdu with valuation conducted by an independent property valuer in Chengdu with an amount of approximately RMB2,950,000 as at 17 June 2024

Repayment : the Borrower will repay the interest on a monthly basis with a principal amount to be repaid at maturity.

The loan proceeds of the Loan B will be used to fully settle the outstanding principal of the Loan A in the amount of RMB2,200,000.

PROVISION OF THE LOAN A

Prior to the entering into of the Loan Agreement B, Loan Agreement A was entered among CDVC as the lender and Customer DD as the Borrower for the grant of a secured loan in the amount of RMB2,200,000 for one year term.

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

THE LOAN AGREEMENT A

Date of Agreement	:	26 June 2023
Lender	:	CDVC
Borrower	:	Customer DD
Principal	:	RMB2,200,000
Interest rate	:	15.36% per annum
Term	:	12 months commencing from the drawdown date
Security	:	A first legal charge mortgage in respect of a residential property located at Wuhou District, Chengdu with valuation conducted by an independent property valuer in Chengdu with an amount of approximately RMB3,359,000 as at 14 June 2023
Repayment	:	the Borrower will repay the interest on a monthly basis with a principal amount to be repaid at maturity.

INFORMATION ON THE CREDIT RISK RELATING TO THE LOANS

The making of the Loan A and Loan B are collateralised against the same residential property. The collateral provided by the Borrower for the Loan A and Loan B is sufficient based on the value of the mortgaged property for the Loan A and Loan B as determined by an independent valuer.

The advances in respect of the 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 collateral provided by the Borrower are at the prime site in Chengdu; (ii) the Borrower is a repeated customer and her repayment records for Loan A are satisfactory; and (iii) the Borrower's net worth is strong and solid to prove her repayment ability. 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 Borrower are manageable.

INFORMATION ON THE BORROWER

Customer DD is a PRC individual who is a national civil servant and is a repeated customer of CDVC, and there is no record of default as at the date of this announcement. To the best of the knowledge, information and belief of the Directors having made all reasonable enquiry, the Borrower is an Independent Third Party 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. CDVC, as the lender of the Loan C, is a non wholly-owned subsidiary controlled by the Company.

REASONS FOR ENTERING INTO THE LOAN AGREEMENTS

Taking into account the principal business activities of the Group, the grant of the Loan A and Loan B to the Borrower 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 CDVC and the Borrower, having taken into account the prevailing market terms and practice of transactions of similar nature. The Directors consider that the grant of the 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 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 Borrower 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 the Loan B granted to the Borrower exceeds 5% but is less than 25%, the grant of the 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
“Borrower”	Customer DD
“CDVC”	Chengdu Vision Credit Limited (成都市武侯惠信小額貸款有限責任公司), is a sino-foreign enterprise established in the PRC whose principal business is the provision of loans to individuals and SME in Chengdu

“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 DD”	Ms. Li Zhuo Hui (李卓惠), an individual who is an Independent Third Party
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“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
“PRC”	People’s Republic of China, for the purpose of this announcement, does not include Hong Kong and Macau Special Administrative Region of the PRC and Taiwan
“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
“the Loan A”	the first legal charge mortgage loan in the amount of RMB2,200,000 granted to the Borrower under the Loan Agreement A
“the Loan Agreement A”	the loan agreement made between CDVC and the Borrower for the Loan A on 26 June 2023

“the Loan B” the first legal charge mortgage loan in the amount of RMB2,150,000 granted to the Borrower under the Loan Agreement B

“the Loan Agreement B” the loan agreement made between CDVC and the Borrower for the Loan B on 24 June 2024

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

Hong Kong, 24 June 2024

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