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ANNOUNCEMENT ON LITIGATION INVOLVING A WHOLLY-OWNED SUBSIDIARY

This announcement is made by China Ever Grand Financial Leasing Group Co., Ltd. (the “**Company**”, together with its subsidiaries, collectively the “**Group**”) on a voluntary basis.

Reference is made to the announcements of the Company dated 31 August 2021 and 24 May 2016 (the “**Announcement(s)**”) in relation to the proposed capital injection into Beijing Ever Grand International Finance Lease Co., Ltd.*. Unless otherwise defined, terms capitalised in this announcement have the same meanings in the Announcements.

It was recently brought to the attention of the Board that Hong Kong Ever Grand Capital Limited (“**Hong Kong Ever Grand**”), a wholly owned subsidiary of the Company, has received a civil complaint (the “**Complaint**”) issued by the No. 4 Intermediate People’s Court of Beijing Municipality* (北京市第四中級人民法院) (the “**Court**”), informing that the Court has accepted the case filed by Beijing Ever Grand in the PRC as the plaintiff (the “**Plaintiff**”) against Hong Kong Ever Grand as the defendant (the “**Defendant**”) in respect of the Capital Injection. Based on the Complaint, the claims (the “**Claims**”) alleged by the Plaintiff under the Complaint are to request the Defendant to pay to the Plaintiff the Capital Injection amount of US\$22.61 million, the relevant interests and all litigation costs of this case to be borne by the Defendant.

As of the date of this announcement, Zhong An, another shareholder of Beijing Ever Grand, has yet fulfilled with its part under the Capital Injection amounting to USD19.39 million and, according to the public record up to the date of this announcement, it is noted that Beijing Ever Grand has not taken an equivalent legal action against them.

Based on a preliminary legal assessment from a PRC legal adviser, the Board believes that there is a credible legal basis to resolve the Claims. The case is currently scheduled to be heard by the Court on 15 April 2025, and Hong Kong Ever Grand will work closely with its PRC legal advisor to defend itself and actively take legal actions to protect the interest of the Group.

According to the unaudited interim results announcement for the six months ended 30 June 2024, the carrying amount of Beijing Ever Grand and its subsidiaries, accounted for as associates of the Company, was approximately HK\$14.0 million.

The Company will keep the Shareholders and potential investors informed of any further material developments in connection with the above matter by way of further announcement(s) as and when appropriate.

By the order of the Board
China Ever Grand Financial Leasing Group Co., Ltd.
Wong Lik Ping
Chairman and Executive Director

Hong Kong, 13 September 2024

As at the date of this announcement, the Board comprises (1) Mr. Wong Lik Ping, Mr. Siu Wai Bun, Mr. Tao Ke and Mr. Ng Tin Shui as Executive Directors; (2) Ms. Yip Man Yi as Non-Executive Director; and (3) Mr. Ng Kwok Sang, Mr. Ho Hin Yip, Mr. Wu Kai Tang and Mr. Leung Yiu Ming, David as Independent Non-Executive Directors.

* *The English translation of Chinese names or words in this announcement, where indicated, are included for identification purpose only and should not be regarded as the official English translation of such Chinese names or words.*