



5 December 2016

**High Concentration of Shareholding  
in  
Excel Development (Holdings) Limited (Stock Code: 1372)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Excel Development (Holdings) Limited (“the Company”) in the hands of a limited number of shareholders as at 21 November 2016.

**In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company (“Shares”) could fluctuate substantially even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.**

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that as at 21 November 2016, a group of 19 shareholders held an aggregate of 36,986,127 Shares, representing 18.5% of the issued Shares. Such shareholding, together with 150,000,000 Shares (representing 75% of the issued Shares) held by a substantial shareholder of the Company, represented 93.5% of the issued Shares as at 21 November 2016. As such, only 13,013,873 Shares (representing 6.5% of the issued Shares) were held by other shareholders.

As at 21 November 2016, the shareholding structure of the Company was as follows:

	<b>Number of Shares held</b> (shares)	<b>% of total number of issued Shares</b> (%)
Youth Force Asia Limited ( <i>Note 1</i> )	150,000,000	75.00
A group of 19 shareholders	36,986,127	18.50
Other shareholders	13,013,873	6.50
	200,000,000	100.00

*Note 1: Youth Force Asia Limited is wholly-owned by Mr Jiang Jianhui.*

The closing price of the Shares hovered between \$4.5 and \$4.96 during the period from 1 August 2016 to 8 November 2016, with an average daily turnover of 35,919 Shares. It then increased substantially by 70.8% from \$4.86 on 9 November 2016 to \$8.3 on 21 November 2016, with an average daily turnover of 490,444 Shares.



Since 9 November 2016, the Company made, inter alia, the following announcements :

- 1) On 24 November 2016, the Company announced a change in shareholding structure of Youth Force Asia Limited, which is the controlling shareholder of the Company holding 150,000,000 Shares (representing 75% of the issued Shares). It was stated that, on 22 November 2016, Mr Jiang Jianhui transferred 28% of the total issued shares of Youth Force Asia Limited to an independent third party which resulted in him holding 71% of the total issued shares of Youth Force Asia Limited.
- 2) On 25 November 2016, the Company announced its interim results for the six months ended 30 September 2016, which reported a profit attributable to shareholders of approximately \$20.1 million as compared with the loss of approximately \$2.2 million for the six months ended 30 September 2015. The Company had announced on 18 October 2016 a Positive Profit Alert stating that it was expected to record a consolidated net profit of not less than \$16 million for the six months ended 30 September 2016.

As of 2 December 2016, the Share price closed at \$8.3, which was 70.8% higher than the closing price of \$4.86 on 9 November 2016.

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