



3 May 2016

**High Concentration of Shareholding
in
Perfect Group International Holdings Limited (Stock Code: 03326)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Perfect Group International Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 20 April 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 20 April 2016, 16 shareholders held an aggregate of 119,670,000 Shares, representing 26.59% of the issued Shares. Such shareholding, together with 320,625,000 Shares (representing 71.25% of the issued Shares) held by 3 substantial shareholders and an Executive Director of the Company, represented 97.84% of the issued Shares as at 20 April 2016. Therefore only 9,705,000 Shares (representing 2.16% of the issued Shares) were held by other shareholders.

As at 20 April 2016, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Immaculate Diamonds Limited (Note 1)	243,000,000	54.00
Classic Sapphire Holdings Limited (Note 2)	33,750,000	7.50
Classic Amber Holdings Limited (Note 3)	33,750,000	7.50
Classic Emerald Holdings Limited (Note 4)	10,125,000	2.25
A group of 16 shareholders (Note 5)	119,670,000	26.59
Other shareholders	9,705,000	2.16
Total	450,000,000	100.00

Note 1: Immaculate Diamonds Limited is wholly owned by Mr. Kan Kin Kwong, the Chairman and Executive Director of the Company.

Note 2: Classic Sapphire Holdings Limited is wholly owned by Mr. Chan Wing Sum.

Note 3: Classic Amber Holdings Limited is wholly owned by Mr. Luo Jacky, the Chief Operating Officer of the Company.

Note 4: Classic Emerald Holdings Limited is wholly owned by Mr. Chung Chi Keung, the Executive Director of the Company.

Note 5: 97,032,000 Shares (representing 21.56% of the issued Shares) were held by 13 shareholders who initially obtained 96,273,000 Shares from the international placing of the global offering of the Company in January 2016.



The Company was listed on the Main Board of the Stock Exchange of Hong Kong Limited on 4 January 2016 by way of global offering of 112,500,000 Shares, representing 25.00% of the issued Shares, at an offer price of HK\$0.93 per Share. The share price closed at HK\$1.43 on its first day of listing, 53.76% higher than the offer price.

Subsequently, the closing price of the Shares increased 211.89% from HK\$1.43 on 4 January 2016 to HK\$4.46 on 20 April 2016. During this period, the Company made, inter alia, the following announcements:-

- On 25 January 2016, the Company announced a profit warning that it expected to record a decline in profit for the year ended 31 December 2015 as compared to that for the corresponding period in 2014.
- On 21 March 2016, the Company announced its annual results for the year ended 31 December 2015 with a profit of HK\$56,460,000 as compared to a profit of HK\$90,439,000 for the corresponding period in 2014, which represented a decline of 37.57%.

As at 29 April 2016, the Shares closed at HK\$4.99, representing an increase of 436.56% from the initial offer price of HK\$0.93.

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