

2 June 2022

**High Concentration of Shareholding
in
Unity Enterprise Holdings Limited (Stock Code: 02195)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Unity Enterprise Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 20 May 2022.

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 May 2022, 19 shareholders held an aggregate of 242,010,000 Shares, representing 24.20% of the issued Shares. Such shareholding, together with 690,000,000 Shares (representing 69.00% of the issued Shares) held by the controlling shareholder, represented 93.20% of the issued Shares as at 20 May 2022. Therefore only 67,990,000 Shares (representing 6.80% of the issued Shares) were held by other shareholders.

As at 20 May 2022, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Harvest Land Company Limited (<i>Note 1</i>)	690,000,000	69.00
A group of 19 shareholders	242,010,000	24.20
Other shareholders	67,990,000	6.80
Total	1,000,000,000	100.00

Note 1: Harvest Land Company Limited is beneficially wholly owned by the chairman and executive Director of the Company Mr. Yeung Wing Sun.

The Company was listed on the Main Board of the Stock Exchange of Hong Kong Limited (“Stock Exchange”) on 31 March 2021 by way of placing and public offer of a total of 250,000,000 Shares (representing 25.00% of the issued Shares) at HK\$0.56 per Share (“IPO Price”). At the time of listing, the top 19 shareholders, together with the controlling shareholder, held an aggregate 83.18% of the issued Shares.



Since listing, the closing price of the Shares hovered below the IPO Price and decreased 46.4% from the IPO Price of HK\$0.56 to HK\$0.30 on 28 February 2022.

Subsequently, the closing price of the Shares increased 193.3% from HK\$0.30 on 28 February 2022 to HK\$0.88 on 20 May 2022.

During the period from 1 March 2022 to 20 May 2022, the Company made the following announcements, amongst others:-

- On 11 March 2022, the Company issued a profit warning that it expected to record a decrease of approximately 30.4% and 20.6% in its consolidated net profit and revenue, respectively, for the year ended 31 December 2021, as compared to those for the year ended 31 December 2020.
- On 25 March 2022, the Company announced its annual results which recorded a decrease of approximately 30.4% and 20.6% in its profit attributable to owners of the Company and revenue, respectively, for the year ended 31 December 2021, as compared to those for the year ended 31 December 2020.
- On 29 April 2022, the Company announced the change in use of proceeds from its Initial Public Offering that HK\$47.9 million (representing 52.8% of the net proceeds), which was originally allocated for upgrading construction equipment and enhancing safety measures, will be re-allocated to meet working capital requirement and to pay certain upfront costs and expenses.

From 13 April 2022 to 22 April 2022, Harvest Land Company Limited disposed a total of 60 million Shares (representing 6.00% of the issued Shares) on the Stock Exchange and reduced its interests to 690 million Shares (representing 69.00% of the issued Shares). From 20 May 2022 to 24 May 2022, Harvest Land Company Limited further disposed a total of 25 million Shares (representing 2.50% of the issued Shares) on the Stock Exchange and reduced its interests to 665 million Shares (representing 66.50% of the issued Shares).

As at 1 June 2022, the price of the Shares closed at HK\$0.91, which was 203.3% higher than its closing price of HK\$0.30 on 28 February 2022 or 62.5% higher than the IPO Price of HK\$0.56.

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 could fluctuate substantially even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.

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