

9 February 2021

**High Concentration of Shareholding
in
China Boton Group Company Limited (Stock Code: 03318)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of China Boton Group Company Limited (“the Company”) in the hands of a limited number of shareholders as at 26 January 2021.

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 26 January 2021, 19 shareholders held an aggregate of 275,018,044 Shares, representing 25.45% of the issued Shares. Such shareholding, together with 729,456,226 Shares (representing 67.51% of the issued Shares) held by the family of the Company’s chairman and chief executive officer, represented 92.96% of the issued Shares. As such, only 76,037,876 Shares (representing 7.04% of the issued Shares) were in the hands of other shareholders.

As at 26 January 2021, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Mr. Wang Ming Fan & Ms. Yang Yifan (Note 1)	729,456,226	67.51
A group of 19 shareholders	275,018,044	25.45
Other shareholders	76,037,876	7.04
Total	1,080,512,146	100.00

Note 1: Mr. Wang Ming Fan, the chairman and chief executive officer of the Company, directly held 336,555,052 Shares. Mr. Wang Ming Fan also indirectly held 348,320,509 Shares through Creative China Limited, and 19,318,234 Shares through Full Ashley Enterprises Limited. Mr. Wang Ming Fan owns 41.19% of Creative China Limited, and wholly owns Full Ashley Enterprises Limited. Ms. Yang Yifan, the spouse of Mr. Wang Ming Fan, directly held 25,262,431 Shares. According to Part XV of the Securities & Futures Ordinance, Mr. Wang Ming Fan and Ms. Yang Yifan were both deemed to be interested in 729,456,226 Shares.

From 1 September 2020 to 15 January 2021, the price of the Shares closed between HK\$1.59 and HK\$2.10. Since 18 January 2021, the price started to increase substantially and closed at HK\$8.70 on 26 January 2021, representing a gain of 424% from the closing price of HK\$1.66 on 15 January 2021.



As at 8 February 2021, the Shares closed at HK\$9.50, representing an increase of 472% from the closing price of HK\$1.66 on 15 January 2021.

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