



14 September 2016

**High Concentration of Shareholding
in
Great Water Holdings Limited (Stock Code: 08196)**

This announcement is made by the Securities and Futures Commission (“**SFC**”) in respect of the concentration of the shareholding of Great Water Holdings Limited (the “**Company**”) in the hands of a limited number of shareholders as at 31 August 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 31 August 2016, 19 shareholders held an aggregate of 67,070,000 Shares, representing 22.36% of the issued Shares. Such shareholding, together with 225,000,000 Shares (representing 75% of the issued Shares) held by 4 substantial shareholders of the Company, represented 97.36% of the issued Shares as at 31 August 2016. Therefore, only 7,930,000 Shares (representing 2.64% of the issued Shares) were held by other shareholders.

As at 31 August 2016, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Oceanic Expert Investments Limited (Note 1)	91,350,000	30.45
Waterman Global Limited (Note 2)	67,117,500	22.37
Great Time Ventures Limited (Note 3)	44,032,500	14.68
Woody Industrial Limited (Note 4)	22,500,000	7.50
A group of 19 shareholders	67,070,000	22.36
Other shareholders	7,930,000	2.64
Total	300,000,000	100.00

Note 1: Mr. Xie Yang, the chairman and an executive director of the Company, beneficially owns the entire issued share capital of Perfect Wave Holdings Limited which in turn wholly owns Oceanic Expert Investments Limited.



Note 2: Ms. Gong Lan Lan, a non-executive director of the Company, beneficially owns the entire issued share capital of The Thinker Global Limited which in turn wholly owns Waterman Global Limited.

Note 3: Mr. Song Xiao Xing, a non-executive director of the Company, beneficially owns the entire issued share capital of Topman Ventures Limited which in turn wholly owns Great Time Ventures Limited.

Note 4: Mr. Yang Chen Kuo beneficially owns the entire issued share capital of Acute Capital Investments Limited which in turn wholly owns Woody Industrial Limited.

The Company was listed on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited on 9 December 2015 by way of placing 75 million shares, representing 25% of the issued Shares, at HK\$0.96 per Share. On the first day of listing, share price of the Company closed at \$1.97, which was 105% over the placing price with 7,460,000 shares traded. Between 10 December 2015 and 21 June 2016, share price of the Company closed between the range of HK\$1.50 and HK\$3.28, with an average daily turnover of 168,798 shares. From 22 June 2016 to 31 August 2016, share price of the Company increased substantially by 1.31 times from HK\$2.68 to close at HK\$6.20, with average daily turnover of 397,714 shares.

On 21 March 2016, the Company announced its annual results for the year ended 31 December 2015, with the profit decreased by 25.5% to RMB16,917,000. On 8 August 2016, the Company announced its interim results for the 6 months ended 30 June 2016, with the profit increased by 164.9% RMB15,609,000.

As of 13 September 2016, share price of the Company closed at HK\$6.15, representing an increase of 5.41 times from the IPO placing price of \$0.96.

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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