



28 April 2016

**High Concentration of Shareholding
in
Luen Wong Group Holdings Limited (Stock Code: 8217)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Luen Wong Group Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 19 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 19 April 2016, 19 shareholders held an aggregate of 258,540,000 Shares, representing 20.72% of the issued Shares. Such shareholding, together with 936,000,000 Shares (representing 75% of the issued Shares) held by a substantial shareholder of the Company, represented 95.72% of the issued Shares. Therefore, only 53,460,000 Shares (representing approximately 4.28% of the issued Shares of the Company) were held by other shareholders as at 19 April 2016.

As at 19 April 2016, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Blooming Union Investments Limited (Note 1)	936,000,000	75.00
A group of 19 shareholders (Note 2)	258,540,000	20.72
Other shareholders	53,460,000	4.28
Total	1,248,000,000	100.00

Note 1: Blooming Union Investments Limited is a company beneficially owned as to 50% by Mr Wong Che Kwo (Chairman and Executive Director of the Company) and 50% by Mr Wong Wing Wah (Executive Director of the Company).

Note 2: 246,940,000 Shares (representing 19.79% of the issued Shares) were held by 18 shareholders who initially obtained 248,000,000 Shares in the April 2016 Placing of the Company for GEM Board listing.

The Company was listed on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited by way of placing a total of 312,000,000 Shares (“Placing”), representing 25% of the issued Shares, at HK\$0.26 per Placing Share. On 12 April 2016 (first trading day), share price of the Company closed at HK\$4.00, which was 15.4 times of the Placing price.



During the period from 13 April to 19 April 2016, the closing price of the Shares increased further to HK\$8.05 on 19 April 2016, off a high of HK\$11.6 on 14 April 2016.

As at 27 April 2016, the closing price of the Shares was at HK\$8.7, which was 33.5 times the Placing price of HK\$0.26.

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