

12 December 2019

**High Concentration of Shareholding  
in  
ZZ Capital International Limited (Stock Code: 08295)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of ZZ Capital International Limited (the “Company”) in the hands of a limited number of shareholders as at 29 November 2019.

**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 suggest that as at 29 November 2019, 19 shareholders held an aggregate of 623,540,000 Shares, representing 17.56% of the issued Shares. Such shareholding, together with the 2,615,372,627 Shares (representing 73.66% of the issued Shares) held by the controlling shareholder of the Company, represented 91.22% of the issued Shares as at 29 November 2019. Therefore, only 311,584,209 Shares (representing 8.78% of the issued Shares) were held by other shareholders.

As at 29 November 2019, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Mr. XIE Zhikun ( <i>Note 1</i> )	2,615,372,627	73.66
A group of 19 shareholders ( <i>Note 2</i> )	623,540,000	17.56
Other shareholders	311,584,209	8.78
Total	<u>3,550,496,836</u>	<u>100.00</u>

*Note 1: Out of the 2,615,372,627 shares, 2,159,552,102 shares were held by Zhong Zhi Xin Zhuo Capital Company Limited and 455,820,525 shares were held by Kang Bang Qi Hui (HK) Company Limited, both of which are indirectly wholly-owned by Zhongzhi Capital Management Company Limited which in turn is owned as to 95% by 中海晟融(北京)資本管理有限公司. 中海晟融(北京)資本管理有限公司 is owned as to 99.93% by 中海晟豐(北京)資本管理有限公司 which is wholly-owned by Mr. XIE Zhikun.*

*Note 2: The composition of the group of 19 shareholders is different from that mentioned in the High Concentration of Shareholding Announcement in the Shares published on 22 May 2019.*



On 22 May 2019, a High Concentration of Shareholding Announcement in the Shares was published by the SFC. During the period from 23 May 2019 to 29 November 2019, the closing price of the Shares increased 102.5% from HK\$0.405 to HK\$0.82.

During the period from 23 May 2019 to 29 November 2019, the Company announced, inter alia, its annual results for the year ended 31 March 2019 on 21 June 2019, first quarterly results for the three months ended 30 June 2019 on 12 August 2019, and interim results for the six months ended 30 September 2019 on 8 November 2019, recording losses of HK\$284.7 million, HK\$11.3 million and HK\$19.1 million respectively.

As of 11 December 2019, the Shares closed at HK\$0.74, representing an increase of 82.7% compared to the closing price of HK\$0.405 on 22 May 2019.

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