



25 April 2019

**High Concentration of Shareholding
in
Takbo Group Holdings Limited (Stock Code: 08436)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Takbo Group Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 9 April 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 suggested that as at 9 April 2019, 19 shareholders held an aggregate of 68,740,000 Shares, representing 17.19% of the issued Shares. Such shareholding, together with 300,000,000 Shares (representing 75.00% of the issued Shares) held by the controlling shareholder, represented 92.19% of the issued Shares as at 9 April 2019. Therefore only 31,260,000 Shares (representing 7.81% of the issued Shares) were held by other shareholders.

As at 9 April 2019, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Classic Charm Investments Limited (<i>Note 1</i>)	300,000,000	75.00
A group of 19 shareholders	68,740,000	17.19
Other shareholders	<u>31,260,000</u>	<u>7.81</u>
Total	<u><u>400,000,000</u></u>	<u><u>100.00</u></u>

Note 1: Classic Charm Investments Limited is legally and beneficially owned as to 50.8% by Mr. Or Naam, an executive Director and chief executive officer of the Company, as to 39.7% by Ms. Chu Siu Fong and 9.5% by Ms. Chan Hoi Yan Polly, an executive Director of the Company.

The Shares were listed on the GEM Board of the Stock Exchange of Hong Kong Limited on 27 October 2017 by way of placing and public offer of a total of 100,000,000 Shares (representing 25% of the issued Shares) at HK\$0.69 per share.



The share price of the Company closed at a range between HK\$0.405 and HK\$0.70 during the period between 27 October 2017 and 10 September 2018. Subsequently, the closing price of the Shares surged 184.6% from HK\$0.65 on 10 September 2018 to HK\$1.85 on 26 September 2018 and then plunged 72.4% to HK\$0.51 on 2 October 2018. Since then, the closing price surged 7.1 times to HK\$4.12 on 3 April 2019.

On 24 April 2019, the share price closed at HK\$3.53, which was 5.9 times higher than the closing price of HK\$0.51 on 2 October 2018.

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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