



27 May 2013

**High Concentration of Shareholding  
in  
ReOrient Group Limited (Stock Code: 376)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of ReOrient Group Limited (“the Company”) in the hands of a limited number of shareholders as at 30 April 2013.

**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 30 April 2013, 12 shareholders held an aggregate of 60,537,696 Shares, representing 15.74% of the issued Shares. Such shareholding, together with 312,624,382 Shares (representing 81.31% of the issued Shares) held aggregately by 2 substantial shareholders of the Company, represented 97.05% of the issued Shares. As such, only 11,332,449 Shares, representing approximately 2.95% of the issued share capital of the Company, were in the hands of other investors as at 30 April 2013.

As at 30 April 2013, the shareholding structure of the Company was as follows:-

	<b>Number of Shares held (Shares)</b>	<b>% of total number of issued Shares (%)</b>
Gainhigh Holdings Limited (Note 1)	277,624,382	72.21
Shaw David Elliot (Note 2)	35,000,000	9.10
A group of 12 shareholders	60,537,696	15.74
Other shareholders	11,332,449	2.95
Total	<b>384,494,527</b>	<b>100.00</b>

Note 1: Mr. Ko Chun Shun, Johnson, the Chairman and an executive Director of the Company, was interested in 277,624,382 shares through Gainhigh Holdings Limited. 80% of the issued share capital of Gainhigh Holdings Limited was held by Kwan Wing Holdings Limited, a company wholly owned by Mr. Ko.

Note 2: Shaw David Elliot, D.E. Shaw Valence Portfolios, L.L.C., D.E. Shaw Composite Portfolios, L.L.C., D.E. Shaw & Co., Inc, D.E. Shaw & Co., L.P., D.E. Shaw & Co., L.L.C., D.E. Shaw & Co. II, Inc, and D.E. Shaw & Co. (Asia Pacific) Limited were interested in the same parcel of 35,000,000 shares.

According to the Company’s latest financial statement, the loss attributable to shareholders of the Company for the year ended 31 December 2012 amounted to HK\$96,068,000 as compared to a loss of HK\$8,802,000 recorded in 2011. Net Asset Value per Share



amounted to HK\$0.417 as at 31 December 2012. Share price of the Company closed at HK\$3.20 on 24 May 2013.

**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.**

End