

16 May 2019

**High Concentration of Shareholding
in
Kenford Group Holdings Limited (Stock Code: 464)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Kenford Group Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 2 May 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 2 May 2019, 17 shareholders held an aggregate of 77,189,000 Shares, representing 17.32% of the issued Shares. Such shareholding, together with a total of 348,207,500 Shares (representing 78.14% of the issued Shares) held by 3 substantial shareholders of the Company, represented 95.46% of the issued Shares as at 2 May 2019. Therefore, only 20,249,500 Shares (representing 4.54% of the issued Shares) were held by other shareholders.

As at 2 May 2019, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
China Yuen Capital Limited (Note 1)	253,132,500	56.80
Tianjin Xian Tong Investment Management Co., Ltd	50,575,000	11.35
Tianjin Wei Tong Yuan Asset Management Co., Ltd	44,500,000	9.99
A group of 17 shareholders	77,189,000	17.32
Other shareholders	20,249,500	4.54
Total	445,646,000	100.00

Note 1: China Yuen Capital Limited is ultimately beneficially owned as to 60.87% by Mr. Liu Xuezhong and 39.13% by Ms. Li Yuelan (the spouse of Mr. Liu Xuezhong).



From 22 March 2019 to 3 May 2019, the closing price of the Shares increased by 71%, from \$1.82 on 21 March 2019 to \$3.11 on 3 May 2019.

During this period, the Company made, inter alia, the following announcements:

- On 29 March 2019, the Company announced that its direct wholly owned subsidiary had entered into a memorandum of understanding with China Overseas Assets Management (Shanghai) Co., Ltd., in relation to the proposed formation of a joint venture company for the purpose of jointly investing in and developing financial-related business in the People's Republic of China.
- On 25 April 2019, the Company announced that its direct wholly owned subsidiary had entered into a memorandum of understanding with Xiao Yiwen, in relation to the possible acquisition of a majority equity interest in CF Capital Limited.

As at 15 May 2019, price of the Shares closed at \$3.06, which was 68% higher than the closing price of \$1.82 on 21 March 2019.

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