

Announcement

9 November 2017

High Concentration of Shareholding in

Nanjing Sample Technology Company Limited (Stock Code: 1708)

This announcement is made by the Securities and Futures Commission ("SFC") in respect of the concentration of the shareholding of Nanjing Sample Technology Company Limited ("the Company") in the hands of a limited number of shareholders as at 27 October 2017.

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 H shares of the Company ("H Shares") could fluctuate substantially even with a small number of H Shares traded, and should exercise extreme caution when dealing in the H Shares.

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that as at 27 October 2017, 20 shareholders held an aggregate of 86,965,000 H Shares, representing 94.7% of the issued H Shares. As such, only 4,835,000 H Shares (representing 5.3% of the issued H Shares) were in the hands of other investors.

As at 27 October 2017, the shareholding structure of the issued H shares of the Company was as follows (Note 1):

	Number of H Shares held	% of total number of issued H Shares
	(shares)	(%)
A group of 20 shareholders (Note 2)	86,965,000	94.7
Other shareholders	4,835,000	5.3
Total	91,800,000	100.0

Note 1: Other than the H Shares, the Company has 225,023,400 domestic shares in issue.

Note 2: Amongst the 20 shareholders, Pengda Value Fund SPC, China Fortune Rich Private Equity Fund Limited, FAN Qinglong and Hwabao Trust Company Limited each held more than 5% of the issued H Shares as at 27 October 2017.



During the period from 1 August 2017 to 27 October 2017, the closing price of the H Shares increased 55% from HK\$11.62 to HK\$18.00.

During the same period, the Company published, amongst other voluntary announcements on business operation, its interim results on 18 August 2017. It reported a net profit attributable to the owners of Company of RMB82.6 million for the six months ended 30 June 2017 which represented an increase of approximately 13.52% as compared to the corresponding period of last year.

As at 8 November 2017, the H Share price of the Company closed at HK\$18.18, representing an increase of 56% from the closing price of HK\$11.62 on 31 July 2017.

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