



22 January 2015

**High Concentration of Shareholding
in
Echo International Holdings Group Limited (Stock Code: 8218)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Echo International Holdings Group Limited (“the Company”) in the hands of a limited number of shareholders as at 6 January 2015.

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 6 January 2015, 17 shareholders held an aggregate of 40,836,000 Shares, representing 20.42% of the issued Shares. Such shareholding, together with 146,888,000 Shares (representing 73.44% of the issued Shares) held by three substantial shareholders, represented 93.86% of the issued Shares. Therefore, only 12,276,000 Shares (representing 6.14% of the issued Shares) were held by other shareholders.

As at 6 January 2015, the shareholding structure of the Company was as follows:

	Number of Shares held (shares)	% of total number of issued Shares (%)
Ms. Cheng Yeuk Hung (<i>Note 1</i>)	107,640,000	53.82
Citigroup Inc.	25,468,000	12.73
Hui Chau Yuet	13,780,000	6.89
A group of 17 shareholders	40,836,000	20.42
Other shareholders	12,276,000	6.14
	200,000,000	100.00

Note 1: Ms. Cheng Yeuk Hung is an Executive Director of the Company and the spouse of Mr. Lo Yan Yee, the Chairman and Executive Director of the Company.

Since 11 November 2014, the closing price of the Shares surged 92% from HK\$1.20 on 10 November 2014 to HK\$2.30 on 6 January 2015. During this period, the Company has made, inter alia, the following announcements:

- 1) On 14 November 2014, the Company announced its interim results for the six months ended 30 September 2014, which recorded an unaudited loss attributable to the owners of the Company of approximately HK\$5.51 million (2013: an unaudited loss attributable to the owners of the Company of approximately HK\$1.09 million).



- 2) On 3 December 2014, the Company announced change in the use of proceeds raised from the listing of the Shares in 2013; and
- 3) On 8 December 2014, the Company announced that it entered into a non-legally binding memorandum of understanding with an independent third party to acquire four companies which are engaged in sales and marketing in cardiology and peripheral vascular related surgical equipment, medical hardware and software, provision of maintenance support, logistics and consultancy service.

As at 21 January 2015, the share price closed at HK\$2.04, representing an increase of 70% from the closing price of HK\$1.20 on 10 November 2014.

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