



28 October 2014

**High Concentration of Shareholding  
in  
Link Holdings Limited (Stock Code: 8237)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Link Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 10 October 2014.

**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 10 October 2014, 19 shareholders held an aggregate of 66,584,000 Shares, representing 23.78% of the issued Shares. Such shareholding, together with 210,000,000 Shares (representing 75% of the issued Shares) held by a substantial shareholder of the Company, represented 98.78% of the issued Shares. Therefore, as at 10 October 2014, only 3,416,000 Shares, (representing approximately 1.22% of the issued Shares of the Company, were held by other shareholders.

As at 10 October 2014, the shareholding structure of the Company was as follows:-

	<b>Number of Shares held (Shares)</b>	<b>% of total number of issued Shares (%)</b>
Vertic Holdings Limited ( <i>Note 1</i> )	210,000,000	75.00
A group of 19 shareholders ( <i>Note 2</i> )	66,584,000	23.78
Other shareholders	3,416,000	1.22
<b>Total</b>	<b>280,000,000</b>	<b>100.00</b>

*Note 1: Vertic Holdings Limited is a company beneficially owned as to 50% by Mr Ngan Iek (Chairman and non-executive director of the Company), 25% by Ms Ngan Iek Chan (sister of Mr Ngan Iek) and 25% by Ms Ngan Iek Peng (non-executive director of the Company and sister of Mr Ngan Iek).*

*Note 2: 65,062,000 Shares (representing 23.24% of the issued Shares) were held by 17 shareholders who initially obtained 68,670,000 Shares through the placing of the Company in July 2014.*

The Company was listed on the Growth Enterprise Market of the Stock Exchange of Hong Kong on 7 July 2014 by way of placing a total of 70,000,000 Shares, representing 25% of the issued Shares, at HK\$1.75 per Share. Share price closed at HK\$4.60 on the first day of trading, representing an increase of 162.8% from the placing price.



The closing price of the Shares subsequently rose to its all-time peak closing price of HK\$30.00 on 26 September 2014. On 10 October 2014, the Shares closed at HK\$27.25, which was 15.6 times the placing Share price of HK\$1.75.

- (a) On 30 July 2014, the Company announced that it and its subsidiaries (“the Group”) expected to record a significant decline of about 75% in profit for the six months ended 30 June 2014 compared to the corresponding period in 2013.
- (b) On 14 August 2014, the Company announced the unaudited interim results of the Group for the six months ended 30 June 2014, which recorded a drop in net profit from HK\$12,734,971 of the corresponding period the previous year to HK\$3,169,709.
- (c) On 24 September 2014, the Company announced its proposal to subdivide each existing issued and unissued Share of HK\$0.01 of the Company into ten subdivided shares of HK\$0.001 each (“Subdivided Shares”).
- (d) On 16 October 2014, the effective date of the share subdivision, original counter for trading in Shares in board lots of 2,000 Shares closed and temporary counter trading in the Subdivided Shares in board lots of 20,000 opened (stock code: 8379). The Subdivided Share price closed at HK\$2.67 that day.
- (e) On 17 October 2014, the Company announced that the Group expected to record a significant decline of about 90% in profit for the nine months ended 30 September 2014 compared to the corresponding period in 2013.

As at 27 October 2014, the Subdivided Share price closed at HK\$2.60, which, when taken the share subdivision into account, represented a 4.6% decrease from the closing Share price of HK\$27.25 on 10 October 2014, which was still 14.9 times the placing price of HK\$1.75 per Share.

**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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