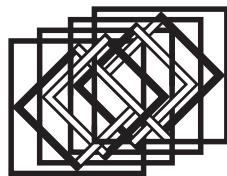


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PAK TAK INTERNATIONAL LIMITED

(百德國際有限公司)*

(Incorporated in Bermuda with limited liability)

(Stock Code: 2668)

DISCLOSEABLE TRANSACTION IN RELATION TO THE SUBSCRIPTION OF STRUCTURED DEPOSIT

THE SUBSCRIPTION OF STRUCTURED DEPOSIT

On 12 May 2020, the Supply Chain Company, an indirect wholly-owned subsidiary of the Company, and the Bank entered into the Year 2020 Structured Deposit Agreement, whereby RMB60 million were utilised to subscribe for a principal-guaranteed structured deposit product.

LISTING RULES IMPLICATIONS

As one or more of the applicable percentage ratios (as defined in Rule 14.07 of the Listing Rules) in respect of the subscription amount under the Year 2020 Structured Deposit Agreement exceeds 5% but less than 25%, the Year 2020 Structured Deposit Agreement constitutes a discloseable transaction for the Company under Chapter 14 of the Listing Rules.

** for identification purpose only*

INTRODUCTION

On 12 May 2020, the Supply Chain Company, an indirect wholly-owned subsidiary of the Company, and the Bank entered into the Year 2020 Structured Deposit Agreement, whereby RMB60 million were utilised to subscribe for a principal-guaranteed structured deposit product.

THE YEAR 2020 STRUCTURED DEPOSIT AGREEMENT

The principal terms of the Year 2020 Structured Deposit Agreement are set out as follows:

Date of subscription:	12 May 2020
Parties:	The Supply Chain Company; and The Agricultural Bank of China
Name of product:	RMB structured deposit product
Type of product:	Principal-guaranteed with floating income
Subscription amount:	RMB60 million
Term of product:	365 days commencing from the next date of the Year 2020 Structured Deposit Agreement
Expected annualized rate of return:	Between 2.25% – 3.60% (If the EUR/USD exchange rate is within the range of S-0.2058 – S+0.2058 throughout the term (S: the Bloomberg FX Fixings rate in the next day of the Year 2020 Structured Deposit Agreement), the expected return per annum will be 3.60%. Otherwise, the expected return per annum will be 2.25%)
Investment scope:	Structured product with the entire funds being applied into investing in interbank deposit, interbank lending and other low risk investment assets
Risk rating:	Low risk based on the internal risk rating of the Bank

Early termination:	The Bank is entitled to early terminate the Year 2020 Structured Deposit Agreement pursuant to the terms as stipulated in the agreement
Payment of due principal and return:	The principal, together with the product return, will be settled on the expiry day (or the early termination date in the case of early termination) of the product subscribed

INFORMATION ABOUT THE GROUP AND THE SUPPLY CHAIN COMPANY

The Group is principally engaged in supply chain business, leasing business, property investment, money lending business and securities investment.

The Supply Chain Company is a company established under the laws of the PRC with limited liability and is an indirect wholly-owned subsidiary of the Company. The Supply Chain Company is principally engaged in, among other things, the supply chain business.

INFORMATION ABOUT THE BANK

The Bank is a licensed bank established under the laws of the PRC and is principally engaged in the provision of banking and related financial services.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the Bank and its ultimate beneficial owner(s) are third parties independent of the Company and its connected persons.

REASONS FOR AND BENEFITS OF ENTERING INTO THE YEAR 2020 STRUCTURED DEPOSIT AGREEMENT

The Supply Chain Company is required to make a payment to one of its suppliers by bank's acceptance bills. As requested by the Bank, the Supply Chain Company shall deposit an amount similar to the amount to be paid to the supplier with the Bank and part of which shall be utilised by way of subscription of the principal-guaranteed structured deposit product by entering into the Year 2020 Structured Deposit Agreement. Considering that the Year 2020 Structured Deposit Agreement (i) is part and parcel of the arrangement with the Bank in order for it to issue the bank's acceptance bills to the supplier; (ii) the nature of this structured product is principal-guaranteed and low risk; (iii) it can generate interest income for the Group; and (iv) it will not affect the operational liquidity of the Group, the Directors consider that the terms of the Year 2020 Structured Deposit Agreement are fair and reasonable and are in the interest of the Company and the Shareholders as a whole.

LISTING RULES IMPLICATIONS

As one or more of the applicable percentage ratios (as defined in Rule 14.07 of the Listing Rules) in respect of the subscription amount under the Year 2020 Structured Deposit Agreement exceeds 5% but less than 25%, the Year 2020 Structured Deposit Agreement constitutes a discloseable transaction for the Company under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms shall have the meanings set out below:

“Bank”	The Agricultural Bank of China
“Board”	the board of Directors
“Company”	Pak Tak International Limited, a company incorporated in Bermuda with limited liability, the Shares of which are listed on the Main Board of the Stock Exchange
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“Director(s)”	director(s) of the Company
“EUR”	Euro, the lawful currency of European Union
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	the People’s Republic of China, which for the purposes of this announcement only (unless otherwise indicated) excludes Hong Kong, the Macao Special Administrative Region of the People’s Republic of China and Taiwan

“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	ordinary share(s) of HK\$0.02 each in the issued share capital of the Company
“Shareholder(s)”	holder(s) of Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Supply Chain Company”	深圳金勝供應鏈有限公司 (Shenzhen Jinsheng Supply Chain Company Limited*), a company established under the laws of the PRC with limited liability, and is an indirectly wholly-owned subsidiary of the Company
“Year 2020 Structured Deposit Agreement”	the principal-guaranteed structured deposit product agreement entered into between the Supply Chain Company and the Bank on 12 May 2020, the subscription amount of which was RMB60 million
“USD”	the United States dollar, the lawful currency of the United States
“%”	per cent.

* *the English translation of the Chinese name is for information purposes only, and should not be regarded as the official English translation of such name.*

By Order of the Board of
Pak Tak International Limited
Wang Jian
Chairman and Chief Executive Officer

Hong Kong, 12 May 2020

As at the date of this announcement, the Board comprises Mr. Wang Jian, Ms. Qian Pu and Mr. Feng Guoming as Executive Directors; Mr. Law Fei Shing and Mr. Shin Yick Fabian as Non-executive Directors; and Mr. Chan Ngai Sang Kenny, Mr. Chan Kin Sang and Mr. Zheng Suijun as Independent Non-executive Directors.