

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

This announcement appears for information purpose only and does not constitute an invitation or offer to acquire, purchase or subscribe for the securities of the Company.



中國動力
China Dynamics

CHINA DYNAMICS (HOLDINGS) LIMITED

中國動力 (控股) 有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 476)

**COMPLETION OF SUBSCRIPTION OF NEW SHARES
UNDER GENERAL MANDATE**

<p>The Board is pleased to announce that all the conditions precedent set out in the Subscription Agreement have been fulfilled and the Subscription was completed on 18 March 2021.</p>
--

Reference is made to the announcements of China Dynamics (Holdings) Limited (the “**Company**”) dated 8 March 2021 and 10 March 2021 (the “**Announcements**”) in relation to, amongst other matters, the Subscription under the general mandate. Capitalised terms used in this announcement shall have the same meanings as defined in the Announcements unless otherwise stated.

Completion of the Subscription

The Board is pleased to announce that all the conditions precedent set out in the Subscription Agreement has been fulfilled and the Subscription was completed on 18 March 2021 in accordance with the terms and conditions of the Subscription Agreement. All the 268,000,000 Subscription Shares, representing approximately 3.23% of the issued share capital of the Company as enlarged by the allotment and issue of the Subscription Shares as at the date of this announcement were subscribed at the Subscription Price of HK\$0.145 per Subscription Share under the General Mandate. The net proceeds from the Subscription after deducting the related expenses in connection with the Subscription are approximately HK\$38.76 million. The Company intends to use the net proceeds from the Subscription for (i) the development of electric vehicle business of the Group; and (ii) general working capital of the Group.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, (i) the Subscriber and its ultimate beneficial owner are third parties independent of and not connected with the Company and its connected persons, and (ii) none of the Subscriber and its ultimate beneficial owner becomes a substantial shareholder (as defined in the Listing Rules) of the Company upon Completion.

EFFECTS ON SHAREHOLDING STRUCTURE OF THE COMPANY

The shareholding structure of the Company immediately before and after completion of the Subscription, are as follows:

Shareholders	Shareholding immediately before completion of the Subscription		Shareholding immediately after completion of the Subscription	
	<i>Number of Shares</i>	<i>Approximate %</i>	<i>Number of Shares</i>	<i>Approximate %</i>
Mr. Cheung Ngan (<i>Note 1</i>)	720,624,959	8.98	720,624,959	8.69
Entrust Limited (<i>Note 2</i>)	982,727,510	12.25	982,727,510	11.85
HK Guoxin Investment Group Limited (<i>Note 3</i>)	740,000,000	9.22	740,000,000	8.93
The Subscriber	--	--	268,000,000	3.23
Other public Shareholders	5,578,954,331	69.55	5,578,954,331	67.30
Total	8,022,306,800	100.00	8,290,306,800	100.00

Note:

1. Mr. Cheung Ngan is the chairman and executive director of the Company. The 720,624,959 Shares of which 498,038,559 Shares is held by Mr. Cheung Ngan and 222,586,400 Shares is held by Faith Profit Holding Limited. Mr. Cheung Ngan held 100% interest in Faith Profit Holding Limited. Accordingly, Mr. Cheung Ngan was deemed to be interested in those Shares by virtue of the SFO.
2. Entrust Limited is controlled as to 34% by Mr. Chan Tok Yu, 25% by Ms. Chan Hoi Ying, 25% by Mr. Chan Hin Yeung and 16% by Ms. Siu Kwan. Ms. Chan Hoi Ying is an executive director of the Company. Mr. Chan Tok Yu's interest is held by Ms. Siu Kwan as a trustee. Accordingly, Mr. Chan Tok Yu and Ms. Siu Kwan were deemed to be interested in those Shares by virtue of the SFO.

3. The 740,000,000 Shares is held by HK Guoxin Investment Group Limited, which was wholly owned by Mr. Li Feng Mao. Accordingly, Mr. Li Feng Mao was deemed to be interested in those Shares by virtue of the SFO.

By order of the Board
China Dynamics (Holdings) Limited
Cheung Ngan
Chairman

Hong Kong, 18 March 2021

As at the date of this announcement, the Board comprise three executive Directors, namely Mr. Cheung Ngan, Ms. Chan Hoi Ying and Mr. Miguel Valldecabres Polop, and three independent non-executive Directors, namely Mr. Chan Francis Ping Kuen, Mr. Hu Guang and Dato' Tan Yee Boon.