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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 PLACING OF NEW SHARES UNDER GENERAL MANDATE

The Board is pleased to announce that all the conditions precedent set out in the Placing Agreement have been fulfilled and the Placing was completed on 24 June 2021.

Reference is made to the announcements of China Dynamics (Holdings) Limited (the “**Company**”) dated 14 May 2021, 4 June 2021 and 18 June 2021 (the “**Announcements**”) in relation to, amongst other matters, the Placing 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 Placing

The Board is pleased to announce that all the conditions precedents set out in the Placing Agreement have been fulfilled and the Placing was completed on 24 June 2021 in accordance with the terms and conditions of the Placing Agreement. An aggregate of 367,660,000 Placing Shares, representing approximately 4.41% of the issued share capital of the Company as enlarged by the allotment and issue of the Placing Shares as at the date of this announcement immediately after completion of the Placing, have been placed to not fewer than six Placees, at the Placing Price of HK\$0.15 per Placing Share. The net proceeds from the Placing (after deducting the commission payable to the Placing Agent and other related expenses incurred in the Placing) are approximately HK\$53.5 million. The Company intends to use the net proceeds from the Placing 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 Placees and whose respective ultimate beneficial owner(s) are third parties independent of and not connected with the Company and its connected persons; and (ii) none of the Placees and their respective associates 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 Placing, are as follows:

Shareholders	Shareholding immediately before completion of the Placing		Shareholding immediately after completion of the Placing	
	<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	8.64	720,624,959	8.28
Entrust Limited (<i>Note 2</i>)	982,727,510	11.78	982,727,510	11.29
HK Guoxin Investment Group Limited (<i>Note 3</i>)	740,000,000	8.87	740,000,000	8.50
Public Shareholders				
Placees	--	--	367,660,000	4.22
Other public Shareholders	5,895,454,331	70.71	5,895,454,331	67.71
Total	8,338,806,800	100.00	8,706,466,800	100.00

Note:

- 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 holds 100% interest in Faith Profit Holding Limited. Accordingly, Mr. Cheung Ngan is deemed to be interested in those Shares by virtue of the SFO.
- 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 the 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 are deemed to be interested in those Shares by virtue of the SFO.
- The Shares of 740,000,000 is held by HK Guoxin Investment Group Limited, which was wholly owned by Mr. Li Feng Mao. Accordingly, Mr. Li Feng Mao is 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, 24 June 2021

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