

*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.*

## **ARCHOSAUR GAMES INC.**

### **祖龙娱乐有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 9990)**

## **CANCELLATION OF SHARE OPTIONS AND GRANT OF SHARE OPTIONS**

This announcement is made pursuant to Rule 17.06A of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited.

Reference is made to the announcement of Archosaur Games Inc. (the “**Company**”) dated 14 April 2021 concerning the grant of 8,155,100 share options at the exercise price of HK\$14.756 (the “**Existing Share Options**”) to certain eligible grantees to subscribe for 8,155,100 ordinary shares of US\$0.00001 each (the “**Share(s)**”) in the share capital of the Company in accordance with the terms of the share option scheme of the Company adopted on 5 February 2021 (the “**Share Option Scheme**”).

### **CANCELLATION OF SHARE OPTIONS AND GRANT OF SHARE OPTIONS**

As at the date hereof, 6,764,377 among the Existing Share Options remain exercisable (the “**Outstanding Share Options**”) in accordance with the terms of the Share Option Scheme.

The exercise price of the Outstanding Share Options has been consistently high when compared with the prevailing market price of the Shares, which deters the option holders of the Outstanding Share Options (the “**Existing Holders**”) from exercising the Outstanding Share Options. As a result, the Outstanding Share Options could no longer serve the purpose to motivate the Existing Holders. In light of the above, on 7 January 2022, the board (the “**Board**”) of directors (the “**Directors**”) of the Company has resolved to cancel the Outstanding Share Options, subject to the respective consent of the Existing Holders.

The Board further announces that on 7 January 2022 (the “**Date of Grant**”), the Company offered to grant 6,764,377 new share options (the “**New Share Options**”) to the Existing Holders to subscribe for 6,764,377 Shares subject to their respective acceptance, which are served as replacement of the cancelled Outstanding Share Options, under the Share Option Scheme.

Details of such grant of New Share Options are set out below:

Date of Grant	:	7 January 2022
Exercise price of New Share Options	:	HK\$8.72 per Share
Number of New Share Options	:	6,764,377
Closing price of the Shares on the Date of Grant	:	HK\$8.72 per Share
Validity period of the New Share Options	:	Until the last day of the 10-year period after the Date of Grant of the New Share Options, subject to the terms and conditions described in the offer letter at the time of the grant of the New Share Options

To the best knowledge, information, and belief of the Directors, having made all reasonable enquiries, none of the eligible grantees of the aforesaid New Share Options is a Director, chief executive or substantial shareholder of the Company or an associate (as defined in the Listing Rules) of any of them.

For and on behalf of the Board  
**Archosaur Games Inc.**  
**Mr. Li Qing**  
*Chairman and Executive Director*

Beijing, China, 7 January 2022

*As at the date of this announcement, the Board of Directors of the Company comprises Mr. Li Qing as Chairman and an Executive Director, Mr. Bai Wei as an Executive Director, Ms. Liu Ming and Mr. Lu Xiaoyin as Non-executive Directors, and Mr. Bai Kun, Mr. Zhu Lin and Mr. Ding Zhiping as Independent Non-executive Directors.*