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DEXIN CHINA HOLDINGS COMPANY LIMITED

德信中国控股有限公司

(A company incorporated in the Cayman Islands with limited liability)

(Stock Code: 2019)

SUPPLEMENTAL ANNOUNCEMENT FURTHER CHANGE OF FINAL DIVIDEND PAYMENT DATE

References are made to the announcements of Dexin China Holdings Company Limited (the “**Company**”) dated (i) 29 March 2022, 30 March 2022, 31 March 2022, 18 April 2022, 28 April 2022 and 13 May 2022 respectively, relating to, among others, the unaudited annual results of the Company for the year ended 31 December 2021, the further announcement of the annual results of the Company for the year ended 31 December 2021 and change of auditors (the “**Announcements**”); (ii) the notice of the annual general meeting of 2022 (the “**Annual General Meeting**”) of the Company dated 13 May 2022 (the “**Notice of Annual General Meeting**”); (iii) the announcement of poll results of the Annual General Meeting of the Company dated 17 June 2022 (the “**Announcement of Poll Results of the Annual General Meeting**”); and (iv) the announcements dated 29 September 2022 and 21 November 2022 relating to the change of final dividend payment date and further change of final dividend payment date (the “**Announcements of Dividend Payment Date**”). Unless the context requires otherwise, capitalized terms used in this announcement shall have the same meanings as those defined in the Announcements and the Announcements of Dividend Payment Date.

As disclosed in the Announcements, the Announcement of Poll Results of the Annual General Meeting and the Announcements of Dividend Payment Date, the Board resolved to further change the Final Dividend Payment Date to on or before 30 November 2023 (the “**Further Change**”). In this regard, the Board wishes to provide further information on the Further Change as follows:

As the Company needs to prioritise the exchange offer under the restructuring support agreement of offshore USD bonds (the “**Exchange Offer under the restructuring support agreement**”) and concentrate the resources of the Company to ensure the successful delivery of its properties. Accordingly, the Company has to reserve sufficient funds to make sure the completion of the entire Exchange Offer under the restructuring support agreement. In addition, one of the most important tasks of the Company is to ensure the successful delivery of its properties. Under the current economic situation where the cash flow is relatively tight, the Company’s priority is to ensure that the property development projects can be operated normally in order to obtain cash returns, prevent cash flow from getting tighter and maintain sustainable development.

The Company has taken into consideration of the following factors in determining the Final Dividend Payment Date of 30 November 2023:

- a) The Company expects that the entire Exchange Offer under the restructuring support agreement will be completed in approximately one year, which will ease the Company's cash flow.
- b) The Company expects that the sales of the Company will be improved in the coming year.
- c) In November 2022, the PRC government introduced several relevant policies to support the real estate industry, namely:
 - i. The People's Bank of China and the Banking and Insurance Regulatory Commission issued the Notice on the Current Financial Support for the Stable and Healthy Development of the Real Estate Market (《關於做好當前金融支持房地產市場平穩健康發展工作的通知》), introducing sixteen measures to support real estate enterprises by including but not limited to financing;
 - ii. The General Office of the China Banking and Insurance Regulatory Commission, the General Office of the Ministry of Housing and Urban-Rural Development, and the General Office of the People's Bank of China jointly issued the Notice on the Commercial Banks Issuing Letters of Guarantee in Replacement of Pre-sale Supervision Funds (《關於商業銀行出具保函置換預售監管資金有關工作的通知》), pursuant to which banks can issue letter of guarantee in replacement of pre-sale supervision funds; and
 - iii. The People's Bank will support private enterprises, including real estate enterprises, to issue bonds for fund raising.

In light of the above, while it takes time for the transmission and implementation of the abovementioned related policies, the Company expects that the cash flow of the Company will be improved in the coming year accordingly and thus the further change of the Final Dividend Payment Date to on or before 30 November 2023 is in the interest of the Company and the Shareholders as a whole.

The Company wishes to inform the Shareholders that subsequent to the first delay of the Final Dividend Payment Date to 30 November 2022, the following events and changes in circumstances have occurred, which has led to the further delay of the Final Dividend Payment Date to 30 November 2023:

- a) affected by the deterioration of the internal and external economic environment, the market has experienced “spreading mortgage payment strikes” such that governments in many places in the PRC had taken measures to stabilize the real estate market, and has led to further pressure on the cash flow of the Company; and
- b) due to the abovementioned unexpected introduction of the recent relevant policies of the government, which may be inconsistent with the prior prediction of the Company on the market environment, the Company thus needs to take a series of measures including further delaying the Final Dividend Payment Date to better protect the interests of the Company and the Shareholders as a whole and to ensure the stable future development of the Company.

The Company also wishes to state that the Board has taken the following measures to arrange for the timely payment of the Final Dividend:

- a) The Company monitors and analyzes changes in market policies from time to time and makes appropriate adjustments to the Company's operating strategies.
- b) The Company conducts regular analysis in respect of sales data and deliveries on a monthly basis to assess and estimate the cash flow, and reports regularly to the board of directors of the Company.
- c) Although the Company has taken the abovementioned measures, there has been the unexpected announcement on the upcoming policies as mentioned above, and the Company is therefore required to adjust its operational strategies, and that the further change of the Final Dividend Payment Date is one of the measures taken in response to the market changes.

The Company would like to express that it has always treated the policy of “ensuring delivery and ensuring people's livelihood” as the important and core value in its development. To ensure steady operation and make sure that the Company is able to actively respond to and be in line with relevant national policies, the Company is required to maintain sufficient cash flow as an important safeguard for dealing with uncertainties in the market, thereby avoiding various risks such as delay in progress of the projects and delay in delivery caused by short-term fluctuation in the real estate market in mainland China, as well as avoiding negative impact at the social level.

Although the abovementioned launch of policies in the PRC will benefit the healthy and steady development of the real estate market, the Company expects that it takes time to transmit and implement the newly introduced policies, and will take approximately 6 months to fully implement the policies. The Company also expects that the market will pick up after a year when policies such as the measures on the control of COVID-19 pandemic are loosened and eventually fully lifted and sales will bring along more stable cash flow in the near future. As such, based on the current economic environment and outlook as well as the internal assessment and planning of the Company, it is expected that the cash flow of the Company by November 2023 will be sufficient to cover the payment of the Final Dividend and the Final Dividend Payment Date will not be further delayed.

By order of the Board
DEXIN CHINA HOLDINGS COMPANY LIMITED
Hu Yiping
Chairman

Hong Kong, January 11, 2023

As of the date of this announcement, the Board of the Company comprises Mr. Hu Yiping, Mr. Fei Zhongmin and Ms. Shan Bei as executive directors, Mr. Hu Shihao as a non-executive director, and Dr. Wong Wing Kuen Albert, Mr. Ding Jiangan and Mr. Chen Hengliu as independent non – executive directors.