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(Continued into Bermuda with limited liability)

(Stock Code: 8166)

VOLUNTARY ANNOUNCEMENT FORCED SALE OF LISTED SECURITIES

This announcement is made by China Eco-Farming Limited (the “**Company**”) on a voluntary basis.

FORCED SALE

The board (the “**Board**”) of directors (the “**Directors**”) wishes to announce that pursuant to a letter dated 12 July 2023 to Wide Graceful Holdings Limited (“**Wide Graceful**”), a wholly-owned subsidiary of the Company by the securities brokerage company which stated that unless Wide Graceful can fully settle the outstanding margin loan with cleared fund, the securities brokerage company will effect forced sale of all securities collateral standing in the margin account. The outstanding margin loan up to 12 July 2023 was approximately HK\$5,010,000. During the period from 14 July 2023 to 26 July 2023, the securities brokerage company has forced sale 8,704,000 shares of Excalibur Global Financial Holdings Limited, a company incorporated in Cayman Islands with limited liability, the issued shares of which are listed on GEM Board of the Stock Exchange (Stock code: 8350) (“**Excalibur Shares**”) held by Wide Graceful, for a total consideration of HK\$1,696,592 before transaction cost (“**Forced Sale**”). Upon completion of the Forced Sale, the outstanding balance owing to the securities brokerage company will be approximately HK\$3,320,000.

The Forced Sale was effected to settle the outstanding balances owed by Wide Graceful to the securities brokerage company, pursuant to a margin client agreement entered into between Wide Graceful and the securities brokerage company on 26 December 2016 (the “**Margin Agreement**”).

As per the Margin Agreement, if an event of default occurs, the securities brokerage company shall be entitled to dispose of any or all securities held for and on behalf of the client and to apply the proceeds thereof and any cash deposit(s) to settle all outstanding balances owing to the securities brokerage company.

The prices at which the Forced Sale were made based on the prevailing market prices of Excalibur Shares as quoted on the Stock Exchange at the relevant times of the Forced Sale. As the Forced Sale were conducted on the open market, the identities of the counterparties to each of the Forced Sale or their respective principal business activities could not be ascertained and were unknown to the Group. To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, each of the counterparties and their respective ultimate beneficial owners is a third party independent of and not connected with the Company and its connected persons.

Upon the completion of the Forced Sale, Wide Graceful holds 5,704,000 Excalibur Shares with that securities brokerage house. The securities brokerage company may continue forced sale of the remaining Excalibur Shares held by Wide Graceful.

CONTINUED SUSPENSION OF TRADING

Trading in the Company's shares on the Stock Exchange, which was suspended with effect from 9:00 a.m. on 3 April 2023 remains suspended and will continue to be so until further notice.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board
China Eco-Farming Limited
Liu Chun Fai
Chairman & Executive Director

Hong Kong, 27 July 2023

As at the date of this announcement, the executive Directors are Mr. Liu Chun Fai (Chairman), Mr. Tin Ka Pak, Timmy (Chief Executive Officer), Mr. Li Aiming, Mr. So David Tat Man and Mr. Ng Cheuk Fan, Keith; and the independent non-executive Directors are Mr. Yick Ting Fai, Jeffrey, and Mr. Zhang Min.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the Company's website at <http://www.chinaeco-farming.com> and the "Latest Listed Company Information" page of the HKEx website at www.hkexnews.hk for at least 7 days from the date of its publication.