

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.



DOYEN INTERNATIONAL HOLDINGS LIMITED

東銀國際控股有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 668)

DISCLOSEABLE TRANSACTION IN RELATION TO RE-FACTORIZING AGREEMENT

THE RE-FACTORIZING AGREEMENT

The Board announces that on 31 October 2023, Dongrui, a direct wholly-owned subsidiary of the JV Company, a sino-foreign joint venture enterprise established under the laws of the PRC owned as to, through East Profit Investments, 77.58% by the Company as at the date of this announcement, and Sheng Shi entered into the Re-Factoring Agreement, pursuant to which Dongrui agreed to provide financing being secured by accounts receivable assigned to Sheng Shi from the factoring customers of Sheng Shi for a period of 1 year from the date of signing of the Re-Factoring Agreement with the factoring principal amount of RMB26,506,000.00 (equivalent to approximately HK\$28.4 million).

IMPLICATIONS UNDER THE LISTING RULES

Given that the relevant percentage ratios (as defined under the Listing Rules) pursuant to the Re-Factoring Agreement exceed(s) 5% but is/are less than 25%, the transactions contemplated thereunder constitutes a discloseable transaction of the Company. The transactions contemplated under the 2022 Re-Factoring Agreement, the 2023 Re-Factoring Agreement and the Re-Factoring Agreement in aggregate will constitute, pursuant to Rule 14.07 of the Listing Rules, a notifiable transaction of the Company, as one of the applicable percentage ratios (defined under the Listing Rules) exceed(s) 5% but is/are less than 25%, the transactions contemplated under the 2022 Re-Factoring Agreement, the 2023 Re-Factoring Agreement and the Re-Factoring Agreement constitutes discloseable transaction of the Company and is thus subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

INTRODUCTION

Reference is made to the announcement of the Company dated 15 September 2023 in relation to (i) the discloseable transaction regarding the 2022 Re-Factoring Agreement, pursuant to which Dongrui agreed to provide financing being secured by accounts receivable assigned to Sheng Shi from the factoring customers of Sheng Shi for a period of 1 year from the date of signing of the 2022 Re-Factoring Agreement; and (ii) the discloseable transaction regarding the 2023 Re-Factoring Agreement, pursuant to which Dongrui agreed to provide financing being secured by accounts receivable assigned to Sheng Shi from the factoring customers of Sheng Shi for a period of 1 year from the date of signing of the 2023 Re-Factoring Agreement.

The Board announces that on 31 October 2023, Dongrui, a direct wholly-owned subsidiary of the JV Company, a sino-foreign joint venture enterprise established under the laws of the PRC owned as to, through East Profit Investments, 77.58% by the Company as at the date of this announcement, and Sheng Shi entered into the Re-Factoring Agreement, pursuant to which Dongrui agreed to provide financing being secured by accounts receivable assigned to Sheng Shi from the factoring customers of Sheng Shi for a period of 1 year from the date of signing of the Re-Factoring Agreement with the factoring principal amount of RMB26,506,000.00 (equivalent to approximately HK\$28.4 million).

To the best knowledge and belief of the Directors, Sheng Shi and its ultimate beneficial owners are independent third parties of the Company. The ultimate beneficial owners of Sheng Shi are Ms. Zhang Ling and Mr. Yan Changlin.

THE RE-FACTORIZING AGREEMENT WITH SHENG SHI

The principal terms of the Re-Factoring Agreement are set out as follows:

Date of agreement:	31 October 2023
Parties:	Dongrui Sheng Shi
Financing term:	From the date of the Re-Factoring Agreement to 30 October 2024
Transfer of accounts receivable:	Subject to the terms and conditions of the Re-Factoring Agreement, the creditor's rights and relevant rights of the Accounts Receivable shall be transferred to Dongrui, with the transfer amount of the Accounts Receivable of RMB29,000,000.00 (equivalent to approximately HK\$31.0 million).

Consideration:	Dongrui has agreed to pay Sheng Shi a consideration of RMB26,506,000.00 (equivalent to approximately HK\$28.4 million) for the transfer of all the Accounts Receivable upon the execution of the Re-Factoring Agreement.
Interest rate:	9.41% per annum
Default interest:	Default interest of 0.01% for each day after the end of term
Type of factoring:	The factoring is with recourse. Dongrui may demand Sheng Shi to repurchase all the outstanding Accounts Receivable upon the end of the term, including but not limited to the principal amount of the outstanding Accounts Receivable, interest and other related expenses incurred by the outstanding accounts receivable.
Repurchase of accounts receivable:	The factoring is with recourse. Dongrui may demand Sheng Shi to repurchase all the outstanding Accounts Receivable upon the end of the term, including but not limited to the principal amount of the outstanding Accounts Receivable and interest incurred by the outstanding accounts receivable
Repayment:	Upon the exercise of repurchase right by Dongrui, Sheng Shi shall repay principal with interest to be paid in a lump sum upon the end of the term

INFORMATION OF THE PARTIES

The Company is principally engaged in investment holding. Its subsidiaries are principally engaged in investment property holding in the PRC, provision of financing to customers in the PRC and investment holding.

The JV Company is established in the PRC with limited liability, a non-wholly owned subsidiary of the Company, of which 77.58% equity interest is owned by the Company. It is mainly engaged in the business of provision of finance lease.

Dongrui is an indirect non-wholly owned subsidiary of the Company established in the PRC with limited liability. It is principally engaged in importing and exporting factoring business, domestic and offshore factoring business and consulting service related to commercial factoring.

Sheng Shi is established in the PRC with limited liability. It is principally engaged in investment consultation, enterprise management consultation, guarantee business, supply chain management, online business activities, domestic trade, and import and export business.

To the best knowledge, information and belief of the Directors, having made all reasonable enquiries, Sheng Shi and its ultimate beneficial owner(s) are Independent Third Parties not connected with the Company and connected persons of the Company. The ultimate beneficial owners of Sheng Shi are Ms. Zhang Ling and Mr. Yan Changlin.

To the best knowledge of the Directors, Sheng Shi and its respective ultimate beneficial owner(s) do not have any other past or present relationships, whether formal or informal, business or otherwise, implied or explicit, with the Company's existing customers.

REASONS FOR AND BENEFITS OF THE TRANSACTIONS

Dongrui's principal activity is importing and exporting factoring business, domestic and offshore factoring business and consulting service related to commercial factoring.

The terms of the Re-Factoring Agreement are agreed after arm's length negotiations between the parties on normal commercial terms. The Directors consider that the entering into the Re-Factoring Agreement is in the ordinary and usual course of business of Dongrui and will generate revenue and cash flow stream from the factoring interest. The provision of factoring principal amount to Sheng Shi under the Re-Factoring Agreement will be financed by the internal resources of the Group.

Given the Re-Factoring Agreement was entered into in the ordinary and usual course of business of the Company on normal commercial terms, the Directors are of the view that the terms of the Re-Factoring Agreement are fair and reasonable and are in the interest of the Company and the Shareholders as a whole.

IMPLICATIONS UNDER THE LISTING RULES

Given that the relevant percentage ratios (as defined under the Listing Rules) pursuant to the Re-Factoring Agreement exceed(s) 5% but is/are less than 25%, the transactions contemplated thereunder constitutes a discloseable transaction of the Company. The transactions contemplated under the 2022 Re-Factoring Agreement, the 2023 Re-Factoring Agreement and the Re-Factoring Agreement in aggregate will constitute, pursuant to Rule 14.07 of the Listing Rules, a notifiable transaction of the Company, as one of the applicable percentage ratios (defined under the Listing Rules) exceed(s) 5% but is/are less than 25%, the transactions contemplated under the 2022 Re-Factoring Agreement, the 2023 Re-Factoring Agreement and the Re-Factoring Agreement constitutes discloseable transaction of the Company and is thus subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions shall, unless the context requires otherwise, have the following meanings:

- “2022 Accounts Receivable” the accounts receivable of Sheng Shi as referred to in the underlying transaction documents entered into between Sheng Shi and its factoring customers pursuant to the 2022 Re-Factoring Agreement
- “2022 Re-Factoring Agreement” a non-revolving re-factoring financial agreement, entered into between Dongrui and Sheng Shi on 3 November 2022, pursuant to which Dongrui agreed to accept the transfer of all the 2022 Accounts Receivable for a consideration of RMB16,275,481.64 (equivalent to approximately HK\$17.4 million) to be paid upon 2 November 2023
- “2023 Accounts Receivable” the accounts receivable of Sheng Shi as referred to in the underlying transaction documents entered into between Sheng Shi and its factoring customers pursuant to the 2023 Re-Factoring Agreement
- “2023 Re-Factoring Agreement” a non-revolving re-factoring financial agreement, entered into between Dongrui and Sheng Shi on 15 September 2023, pursuant to which Dongrui agreed to accept the transfer of all the 2023 Accounts Receivable for a consideration of RMB7,869,540.00 (equivalent to approximately HK\$8.4 million) to be paid upon 14 September 2024
- “Accounts Receivable” the accounts receivable of Sheng Shi as referred to in the underlying transaction documents entered into between Sheng Shi and its factoring customers pursuant to the Re-Factoring Agreement
- “Board” the board of Directors of the Company
- “Company” Doyen International Holdings Limited (Stock code: 668), a company incorporated in Hong Kong with limited liability, the issued shares of which are listed on the Main Board of the Stock Exchange
- “Director(s)” the director(s) of the Company
- “Dongrui” 東銳商業保理(上海)有限公司 (Dongrui Factoring (Shanghai) Limited*) is a wholly owned subsidiary of the JV Company established in the PRC with limited liability. It is principally engaged in PRC and offshore factoring service

“East Profit Investments”	East Profit Global Investments Limited, a company incorporated in the British Virgin Islands with limited liability, an indirect wholly owned subsidiary of the Company
“Group”	the Company and its subsidiaries as at the date of this announcement
“HK\$”	the Hong Kong dollar(s), the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Independent Third Party(ies)”	any person or company who is not a connected person (as defined under the Listing Rules) of the Company, and is independent of and not connected with the Company and its connected persons (as defined under the Listing Rules)
“JV Company”	東葵融資租賃(上海)有限公司 (Dongkui Financial Leasing (Shanghai) Co. Limited*), the JV Company is established in the PRC with limited liability, a non-wholly owned subsidiary of the Company, of which 77.58% equity interest is owned by the Company. It is mainly engaged in the business of provision of financial lease
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	the People’s Republic of China, and for the purpose of this announcement only, excluding Hong Kong, the Macao Special Administrative Region of the People’s Republic of China and Taiwan
“Re-Factoring Agreement”	a non-revolving re-factoring financial agreement, entered into between Dongrui and Sheng Shi on 31 October 2023, pursuant to which Dongrui agreed to accept the transfer of all the Accounts Receivable for a consideration of RMB26,506,000.00 (equivalent to approximately HK\$28.4 million) to be paid upon 30 October 2024
“RMB”	Renminbi, the lawful currency of the PRC
“Shareholder(s)”	holder(s) of the Share(s)
“Shares”	the ordinary share(s) of HK\$0.01 each in the share capital of the Company

“Sheng Shi”

深圳盛世嘉誠保理有限公司 (Shenzhen Sheng Shi Jia Cheng Factoring Company Limited*), a limited liability company established in the PRC, which is principally engaged in investment consultation, enterprise management consultation, guarantee business, supply chain management, online business activities, domestic trade, and import and export business

“Stock Exchange”

The Stock Exchange of Hong Kong Limited

On behalf of the Board

Doyen International Holdings Limited

Cho Chun Wai

Company Secretary

Hong Kong, 31 October 2023

As at the date of this announcement, the Board comprises Mr. Lo Siu Yu (Chairman), Mr. Tai Xing (Chief Executive Officer), and Mr. Cho Chun Wai as executive Directors; Mr. Pan Chuan and Ms. Sun Lin as non-executive Directors; and Mr. Chan Ying Kay, Mr. Leung Kin Hong and Mr. Wang Jin Ling as independent non-executive Directors.

For illustrative purpose of this announcement and unless otherwise specified, conversion of RMB into HK\$ is based on the exchange rate of RMB1.00 = HK\$1.07.

** For identification purposes only*