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(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 06881)

ANNOUNCEMENT ON EARLY REDEMPTION OF A SHARE CONVERTIBLE BONDS

References are made to the announcements of China Galaxy Securities Co., Ltd. (the “**Company**”) dated 30 August 2021, 19 October 2021, 12 January 2022, 7 March 2022, 16 March 2022, 21 March 2022, 10 July 2022, 23 September 2022, 10 July 2023, 4 August 2023 and 16 November 2023 and its circular dated 30 September 2021 in relation to the Company’s public issue of the A Share convertible corporate bonds (the “**A Share Convertible Bonds**”) in an amount of RMB7.8 billion. The conversion period of the A Share Convertible Bonds commenced from 30 September 2022, and shall end on 23 March 2028. The current conversion price is RMB9.70 per share.

Pursuant to the relevant provisions of the offering document for the A Share Convertible Bonds, during the conversion period of the A Share Convertible Bonds, when either of the following two circumstances occurs, the Company shall have the right to redeem all or part of the outstanding A Share Convertible Bonds at a price equal to the nominal value of the A Share Convertible Bonds plus the then accrued interest (the “**Conditional Redemption**”): (1) during the conversion period of the A Share Convertible Bonds, if the closing prices of A Shares in at least 15 trading days out of any 30 consecutive trading days are no less than 130% (inclusive) of the prevailing conversion price; or (2) when the amount of the outstanding A Share Convertible Bonds is lower than RMB30 million.

As the closing prices of the A Shares of the Company for 15 trading days out of the 15 consecutive trading days from 6 November 2023 to 24 November 2023 are no less than 130% of the prevailing conversion price of the A Share Convertible Bonds of RMB9.70 per share (i.e. not less than RMB12.61 per share), the terms of Conditional Redemption has been triggered.

At a meeting of the board of directors of the Company (the “**Board**”) held on 24 November 2023, the Board has determined to exercise the right of early redemption of the A Share Convertible Bonds to redeem all the outstanding A Share Convertible Bonds at a price equal to the nominal value of the A Share Convertible Bonds plus the then accrued interest. Meanwhile, the Board has authorized the management of the Company or authorized persons designated by the management to handle all matters relating to the subsequent redemption of the A Share Convertible Bonds, including but not limited to the determination of the registration date of the redemption, the procedures, price and time of the redemption, and other specific matters.

The Company will make further announcements as soon as possible after determination of the specific matters of the redemption, including procedures, price, payment method and time. Holders of A Share Convertible Bonds are reminded that their A Share Convertible Bonds, may only be compulsorily redeemed at a price equal to the nominal value of RMB100 per unit plus the then accrued interest, except that they may continue to be traded in the secondary market or converted at the conversion price of RMB9.70 per share within the prescribed time limit. In the event of compulsory redemption, holders of A Share Convertible bonds may face substantial investment losses.

By order of the Board
China Galaxy Securities Co., Ltd.
WANG Sheng
Chairman and Executive Director

Beijing, the PRC
24 November 2023

As at the date of this announcement, the executive directors of the Company is Mr. WANG Sheng (Chairman); the non-executive directors are Mr. YANG Tijun, Ms. LI Hui, Ms. LIU Chang, Mr. LIU Zhihong and Mr. JIANG Yuesheng; and the independent non-executive directors are Mr. LIU Ruizhong, Mr. WANG Zhenjun, Ms. LIU Chun and Mr. LAW Cheuk Kin Stephen.