

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.

La Chapelle

新疆拉夏貝爾服飾股份有限公司
Xinjiang La Chapelle Fashion Co., Ltd.
(IN REORGANISATION)

*(formerly known as “Shanghai La Chapelle Fashion Co., Ltd.
(上海拉夏貝爾服飾股份有限公司)”*

(a joint stock company incorporated in the People’s Republic of China with limited liability)
(Stock code: 06116)

UPDATE ANNOUNCEMENT OF THE ADMINISTRATOR IN RELATION TO THE SECOND JUDICIAL AUCTION OF THE ASSETS OF A WHOLLY-OWNED SUBSIDIARY

This announcement is made by the administrator of Xinjiang La Chapelle Fashion Co., Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) and Rule 13.10B of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement of the Company dated 5 March 2021 in relation to additional new accumulated litigation involving the Company and its subsidiaries, the update announcement of the Company dated 6 August 2021 in relation to litigation involving the Company and its subsidiaries, the announcement of the Company dated 25 April 2022 in relation to receipt of enforcement notice and update on litigation, the announcement of the administrator of the Company dated 16 June 2023 in relation to the judicial auction of the assets of a wholly-owned subsidiary, the update announcement of the administrator of the Company dated 18 July 2023 in relation to the judicial auction of the assets of a wholly-owned subsidiary, the announcement of the administrator of the Company dated 21 July 2023 in relation to the second judicial auction of the assets of a wholly-owned subsidiary and the update announcement of the administration of the Company dated 8 August 2023 in relation to the second judicial auction of the assets of a wholly-owned subsidiary (the “**Announcements**”).

Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as defined in the Announcements.

I. OVERVIEW OF THE AUCTION

The Company disclosed the announcement of the administrator in relation to the judicial auction of the assets of a wholly-owned subsidiary, the update announcement of the administrator in relation to the judicial auction of the assets of a wholly-owned subsidiary, the announcement of the administrator in relation to the second judicial auction of the assets of a wholly-owned subsidiary, and the update announcement of the administrator in relation to the second judicial auction of the assets of a wholly-owned subsidiary on 16 June 2023, 18 July 2023, 21 July 2023, and 8 August 2023 respectively. These announcements disclosed that the industrial land and attachments on the land located at No. 355, Section 3, Wenquan Avenue, Jinma Town, Wenjiang District, Chengdu, Sichuan Province, the PRC* (中國四川省成都市溫江區金馬鎮溫泉大道三段355號) held by Chengdu Lewei, a wholly-owned subsidiary of the Company, would be put up for judicial auction for the first time on the judicial auction online platform of Taobao.com from 10:00 a.m. on 17 July 2023 to 10:00 a.m. on 18 July 2023. No bids had been placed, so the auction failed to find any buyers. The above-mentioned assets were put up for judicial auction for a second time on the judicial auction online platform of Taobao.com from 10:00 a.m. on 7 August 2023 to 10:00 a.m. on 8 August 2023. This judicial auction has already delivered bidding results at the price of RMB77,598,657.

II. THE UPDATE ON THE JUDICIAL AUCTION

On 19 December 2023, the Company received (2023) Chuan 0115 Zhi Hui No.431 Notice of Case Closure* ((2023) 川0115執恢431號《結案通知書》) issued by the People's Court of Wenjiang District, Chengdu* (成都溫江區人民法院), the contents of which are as follows:

“In respect of the case over other causes of action between China CITIC Bank Corporation Limited, Shanghai Branch* (中信銀行股份有限公司上海分行), the applicant, and Chengdu Lewei Fashion Co., Ltd.* (成都樂微服飾有限公司), La Chapelle Fashion (Taicang) Co., Ltd.* (拉夏貝爾服飾(太倉)有限公司), La Chapelle (Tianjin) Co., Ltd.* (拉夏貝爾服飾(天津)有限公司), Shanghai Weile Fashion Co., Ltd.* (上海微樂服飾有限公司), Xinjiang La Chapelle Fashion Co., Ltd., and Xing Jiaying, the parties subject to execution, the enforcement has been completed, and the case is hereby closed.”

III. IMPACT ON THE COMPANY AND RISK WARNINGS

These judicial auction proceedings have been closed by the court, and the Company has assisted in the property transfer registration procedures. The Company no longer holds the aforementioned real estate, and the auction proceeds will be applied to discharge the Company's debts in accordance with judicial procedures. According to the Enforcement Notices* (《執行通知書》) (2022) Chuan 0115 Zhi No. 1380* ((2022) 川0115執1380號), (2022) Chuan 0115 Zhi No. 1381* ((2022) 川0115執1381號), (2022) Chuan 0115 Zhi No. 1382* ((2022) 川0115執1382號) issued by People's Court of Wenjiang District, Chengdu, the enforcement amount is approximately RMB83.19 million. The auction proceeds amounted to RMB77,598,657. After paying taxes, litigation fees and other expenses, the remaining amount was RMB70,315,887.34, which was not enough to repay the enforcement amount. In view of the above-mentioned circumstances, the auction may impact the Company's profits in current or subsequent periods. The final impact will be subject to the annual audited financial results of the Company.

IV. CONTINUED SUSPENSION OF TRADING

At the request of the Company, following the designation of the administrator for the Company's bankruptcy liquidation, trading in the shares of the Company on The Stock Exchange of Hong Kong Limited has been suspended with effect from 9:00 a.m. on 7 February 2023, and will remain suspended until further notice. The Company will publish further announcement(s) to inform the shareholders and potential investors of any material developments in connection with the suspension of trading as and when appropriate.

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

Administrator of Xinjiang La Chapelle Fashion Co., Ltd.

Shanghai, the People's Republic of China
19 December 2023

As of the date of this announcement, the executive directors of the Company are Mr. Zhao Jinwen, Ms. Zhang Ying and Mr. Zhu Fengwei, the non-executive director of the Company is Ms. Wang Yan, the independent non-executive directors of the Company are Mr. Xing Jiangze, Ms. Chow Yue Hwa Jade and Ms. Yang Linyan.

* *For identification purpose only.*