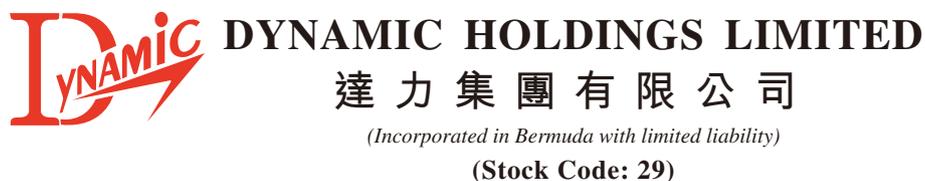


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## **VOLUNTARY ANNOUNCEMENT IN RELATION TO PROCEEDINGS OF ZHEN WAH**

Reference is made to the announcements of Dynamic Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 9 May 2023 and 20 December 2023, and the relevant sections in the announcement of annual results of the Company dated 27 September 2023 for the year ended 30 June 2023 in respect of the subsequent withdrawal of compulsory liquidation of 深圳圳華港灣企業有限公司 (Shenzhen Zhen Wah Harbour Enterprises Ltd.) (“**Zhen Wah**”), Land Swap and Land Allocation. Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as those defined in the announcement dated 20 December 2023 issued by the Company.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to provide the shareholders of the Company with further information in respect of the proceedings of Zhen Wah in respect of the historical disputes over Zhen Wah between the Group and JV Partner (the “**Previous Disputes**”).

Pursuant to a memorandum of understanding entered into between the Group and JV Partner (the “**Memorandum**”) on 14 April 2023 regarding, among others, Zhen Wah, it has been agreed that after Land Swap and Land Allocation, Zhen Wah will continue its liquidation, the Group will reserve the right to claim its interests in Zhen Wah and its assets under the Previous Disputes, and the Land Swap and Land Allocation will not prejudice the position of the Group in this regard.

The Previous Disputes include the change of equity interests from 80% to 49% in Zhen Wah in prior years pursuant to an arbitral award made in 2008 after arbitration between the Group and JV Partner whereby the Group considers it as unjustified and unfair.

In addition, based on the PRC legal advice received by the Group, the Group is entitled to the distribution of profit arising from the relevant income generated from the Existing Land held by Zhen Wah before re-development, as supported in the arbitral award made in 2010 after arbitration between the Group and JV Partner. As such, the Group will continue to act proactively for safeguarding the best interests of the Company in relation to Zhen Wah and its asset. The Group will continue to seek PRC legal advice and to take expedient actions (including but not limited to litigation and/or arbitration) to further strive for the best interest of the Group in Zhen Wah and its assets.

The Group has instituted arbitration against JV Partner in regard of the Previous Disputes, and the Company will continue to monitor the development of the matter and make such further announcements and disclosures as and when appropriate.

By Order of the Board  
**Dynamic Holdings Limited**  
**CHIU Siu Hung, Allan**  
*Chief Executive Officer*

Hong Kong, 22 December 2023

*As at the date of this announcement, the Board comprises Dr. TAN Lucio C. (Chairman), Mr. CHIU Siu Hung, Allan (Chief Executive Officer), Mrs. TAN Carmen K., Mr. PASCUAL Ramon Sy, Ms. TAN Vivienne Khao and Ms. TAN Irene Khao as executive Directors; and Mr. CHONG Kim Chan, Kenneth, Mr. GO Patrick Lim, Mr. NGU Angel and Mr. MA Chiu Tak, Anthony as independent non-executive Directors.*