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中金投集团

China Financial Services Holdings Ltd

China Financial Services Holdings Limited

(Incorporated in Hong Kong with limited liability)

(Stock Code: 605)

DISCLOSEABLE TRANSACTION PROVISION OF FINANCIAL ASSISTANCE

PROVISION OF FINANCIAL ASSISTANCE

The Board is pleased to announce that on 14 June 2024, the New Loan Agreement was entered into between CDVC as the lender and Customer F as the Borrower, pursuant to which CDVC has agreed to grant the New Loan to the Borrower for a principal amount of RMB10,000,000 for one year term.

Prior to the entering into of the New Loan Agreement, the Previous Loan Agreement was entered among CDVC and Customer F, for the grant of a secured loan for six months term. Details of the Previous Loan Agreement has been previously disclosed in the announcement of the Company dated 13 September 2023. The Previous Loan has been fully settled before the New Loan was entered.

LISTING RULES IMPLICATIONS

As an applicable percentage ratio under Rule 14.07 of the Listing Rules in respect of the New Loan granted to the Borrower exceeds 5% but is less than 25%, the grant of the New Loan constitutes a discloseable transaction for the Company and is subject to notification and announcement requirements under Chapter 14 of the Listing Rules.

PROVISION OF THE NEW LOAN

The Board is pleased to announce that on 14 June 2024, the New Loan Agreement was entered into between CDVC as the lender and Customer F as the Borrower, pursuant to which CDVC has agreed to grant the New Loan to the Borrower for a principal amount of RMB10,000,000 for one year term.

Summarised below are the principal terms of the New Loan Agreement.

THE NEW LOAN AGREEMENT

Date of Agreement	:	14 June 2024
Lender	:	CDVC
Borrower	:	Customer F
Principal	:	RMB10,000,000
Interest rate	:	21.6% per annum
Term	:	12 months commencing from the drawdown date
Security	:	(i) A first legal charge mortgage in respect of a commercial property located at Chenghua District, Chengdu, with valuation conducted by an independent property valuer in Chengdu with the amount of approximately RMB26,270,000 as at 5 June 2024 (ii) Personal guarantees executed by the Guarantors in favour of CDVC, pursuant to which the Guarantors shall guarantee the repayment obligations of the Borrower under the New Loan Agreement
Repayment	:	the Borrower will repay the interest on a monthly basis with a principal amount to be repaid at maturity.

INFORMATION ON THE CREDIT RISK RELATING TO THE NEW LOAN

The making of the New Loan is collateralised against a commercial property. The collateral provided by the Borrower for the New Loan is sufficient based on the value of the mortgaged property for the New Loan as determined by an independent valuer.

The advances in respect of the New Loan are also made on the basis of the Company's credit assessments with reference to the facts that (i) the collateral provided by the Borrower is at the prime site in Chengdu; (ii) the Borrower's net worth is strong and solid to prove its repayment ability; and (iii) the Borrower is a repeated customer and its repayment record for the Previous Loan is satisfactory. After taking into account the factors as disclosed above in assessing the risks of the relevant advances, the Company considers that the risks involved in the advances to the Borrower are manageable.

FUNDING OF THE NEW LOAN

The Group will finance the New Loan with the Company's general working capital.

INFORMATION ON THE BORROWER AND GUARANTORS

Customer F is a limited liability company established in the PRC whose principal business is the provision of catering, hotel and asset management services. The Borrower is a repeated customer of CDVC and there is no record of default as at the date of this announcement. The Guarantors are merchants and shareholders of the Borrower. To the best of the knowledge, information and belief of the Directors having made all reasonable enquiry, the Borrower, its ultimate beneficial owners and the Guarantors are Independent Third Parties and not connected with the Group.

INFORMATION ON THE GROUP AND THE LENDER

The Company is an investment holding company. The Group is principally engaged in provision of financial services in HK and the PRC. CDVC, as the lender of the New Loan is a non wholly-owned subsidiary controlled by the Company.

REASONS FOR ENTERING INTO THE NEW LOAN AGREEMENT

Taking into account the principal business activities of the Group, the grant of the New Loan to the Borrower is in the ordinary and usual course of business of the Group.

The terms of the New Loan Agreement, including the interest rate applicable, were negotiated on an arm's length basis between CDVC and the Borrower, having taken into account the prevailing market terms and practice of transactions of similar nature. The Directors consider that the grant of the New Loan is a financial assistance provided by the Group within the meaning of the Listing Rules. The Directors are of the view that the terms of the New Loan Agreement were entered into on normal commercial terms based on the Group's credit policy. Taking into account the satisfactory financial background of the Borrower and that a stable revenue and cashflow stream from the interest income is expected, the Directors consider that the terms of the New Loan Agreement are fair and reasonable and the entering into of the New Loan Agreement is in the interests of the Company and its Shareholders as a whole.

LISTING RULES IMPLICATIONS

As an applicable percentage ratio under Rule 14.07 of the Listing Rules in respect of the New Loan granted to the Borrower exceeds 5% but is less than 25%, the grant of the New Loan constitutes a discloseable transaction for the Company and is subject to notification and announcement requirements under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the following meanings:

“Board”	the board of Directors
“Borrower”	Customer F
“CDVC”	Chengdu Vision Credit Limited (成都市武侯惠信小額貸款有限責任公司), is a sino-foreign enterprise established in the PRC whose principal business is the provision of loans to individuals and SME in Chengdu

“Company”	China Financial Services Holdings Limited, a company incorporated in Hong Kong with limited liability, the shares of which are listed on the Main Board of the Stock Exchange
“Customer F”	Chengdu Chengxiang Investment Co., Ltd. (成都市呈祥投資有限責任公司), is a limited liability company established in the PRC whose principal business is the provision of catering, hotel, and asset management services and is owned as to 83%, 6%, 5% and 6% by Mr. Wei Guoxiang (魏國祥), Ms. Xiao Yinxiu (肖銀秀), Mr. Wei Yongzhong (魏永忠) and Ms. Wei Danli (魏丹荔) respectively, Mr. Wei Guoxiang and Ms. Xiao Yinxiu are the parent of Mr. Wei Yongzhong and Ms. Wei Danli. Mr. Wei Yongzhong is the brother of Ms. Wei Danli. All of them are merchants and Independent Third Parties
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“Guarantors”	Mr. Wei Guoxiang (魏國祥), Ms Xiao Yinxiu (肖銀秀), Mr. Wei Yongzhong (魏永忠) and Ms. Wei Danli (魏丹荔). All of them are merchants, shareholders of the Borrower and Independent Third Parties
“HK\$”	Hong Kong Dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Independent Third Party(ies)”	party(ies) who is/are independent of the Company and its connected person(s) (as defined in the Listing Rules)
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange

“PRC”	People’s Republic of China, for the purpose of this announcement, does not include Hong Kong, the Macao Special Administrative Region of the PRC and Taiwan
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	share(s) in the share capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“the New Loan”	the first legal charge mortgage loan in the amount of RMB10,000,000 granted to the Borrower under the New Loan Agreement
“the New Loan Agreement”	the loan agreement made between CDVC and the Borrower for the Loan on 14 June 2024
“the Previous Loan”	the first legal charge mortgage loan in the amount of RMB12,000,000 granted to the Borrower under the Previous Loan Agreement, which has been fully settled on 7 March 2024
“the Previous Loan Agreement”	the loan agreement made between CDVC and the Borrower for the Previous Loan on 13 September 2023

By Order of the Board
China Financial Services Holdings Limited
Chung Chin Keung
Company Secretary

Hong Kong, 14 June 2024

As at the date of this announcement, the directors of the Company are:

Executive Director:

Mr. Zhang Min (*Chief Executive Officer*)

Non-executive Director:

Mr. Tao Chun

Independent Non-executive Directors:

Mr. John Paul Ribeiro

Mr. Zhang Kun

Mr. Chan Chun Keung

Mr. Lee Ka Wai

Madam Zhan Lili