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**華億金控集團有限公司**  
**SINOFORTUNE FINANCIAL HOLDINGS LIMITED**

*(Incorporated in the Cayman Islands with limited liability)*  
**(Stock code: 08123)**

**SUPPLEMENTAL ANNOUNCEMENT**  
**IN RELATION TO THE ANNUAL REPORT OF THE COMPANY**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

Reference is made to the annual report of Sinofortune Financial Holdings Limited (the “**Company**”, together with its subsidiaries the “**Group**”) dated 20 March 2020 (the “**2019 Annual Report**”) for the year ended 31 December 2019 and the announcement of the Company dated 6 August 2020 (the “**Announcement**”) for the interim results of the Company for the six months ended 30 June 2020. Unless otherwise stated, capitalized terms used in this announcement shall have the same meanings as those defined in the 2019 Annual Report.

In addition to the information disclosed in the 2019 Annual Report, the Board would like to provide additional information in relation to the use of the remaining balance of the net proceeds raised from the Subscription on 12 October 2018.

**CHANGE OF USE OF NET PROCEEDS FROM THE SUBSCRIPTION**

It was disclosed in the 2019 Annual Report that as at 31 December 2019 the remaining balance of the net proceeds raised in the Subscription of approximately HK\$17,560,000 (the “**Remaining Balance**”) was intended to be utilized for the development and expansion of the existing motor vehicle business of the Group by 31 December 2020.

The full amount of the Remaining Balance will be reallocated for the general working capital of the Group and is expected to be fully utilized by 30 June 2021.

## **REASONS FOR THE CHANGE IN USE OF THE REMAINING BALANCE**

The Company originally intended to use the Remaining Balance for the development and expansion of the existing motor vehicle business of the Group. As disclosed in the 2019 Annual Report and the Announcement, the Group has been closely monitoring the business environment and the changes of the PRC government policy in order to make appropriate business strategies for the Group's businesses in the PRC. Since January 2020, the outbreak of COVID-19 has impact on the global business environment, the market conditions and the consumer sentiment of the motor vehicle business and has adversely affected the motor vehicle business of the Group. The situation has been worsen by the uncertainty resulting from the on-going Sino-US trade war and the change of the PRC government policies.

In light of the abovementioned, the Board considers the motor vehicle business of the Group will remain uncertain in the near future and thus would be prudent and in the best interest of the Company and its shareholders not to deploy further resources in the further development and expansion of the motor vehicle business of the Group and the Board has resolved to reallocate the Remaining Balance for the general working capital of the Group and which is expected to be fully utilized by 30 June 2021.

Save as disclosed above, all other information contained in the 2019 Annual Report remains unchanged.

By order of the Board  
**Sinofortune Financial Holdings Limited**  
**Wang Jiawei**  
*Chairman*

Hong Kong, 8 October 2020

*As of the date of this announcement, the executive Directors are Mr. Wang Jiawei and Ms. Lai Yuk Mui, the non-executive Director is Mr. Liu Runtong and the independent non-executive Directors are Professor Zhang Benzhen, Mr. Li Jianxing and Professor Chen Shu Wen.*

*This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules of the Stock Exchange for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the "Latest Company Announcements" page of the website of GEM of the Stock Exchange at <http://www.hkgem.com> for at least 7 days from the date of its posting and on the Company's website at <http://www.sinofortune.hk>.*