



9 January 2017

**High Concentration of Shareholding
in
International Business Settlement Holdings Limited (Stock Code: 00147)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of International Business Settlement Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 23 December 2016.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company (“Shares”) could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that, as at 23 December 2016, a group of 18 shareholders held an aggregate of 6,455,666,810 Shares, representing 31.8% of the issued Shares. Such shareholding, together with 10,347,283,880 Shares (representing 50.9% of the issued Shares) and 2,540,190,000 Shares (representing 12.5% of the issued Shares) respectively held by 2 substantial shareholders of the Company, represented 95.2% of the issued Shares as at 23 December 2016. Therefore, only 975,931,630 Shares (representing 4.8% of the issued Shares) were held by other shareholders.

As at 23 December 2016, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Long Grand Limited (Note 1)	10,347,283,880	50.9
Power Trend Asset Holdings Limited (Note 2)	2,540,190,000	12.5
A group of 18 shareholders	6,455,666,810	31.8
Other shareholders	975,931,630	4.8
Total	20,319,072,320	100.0

Note 1: Long Grand Limited is owned as to 70% by Mr. Yam Yu and as to 30% by Mr. Yuen Leong, an Executive Director of the Company.

Note 2: Power Trend Asset Holdings Limited is wholly-owned by Mr. Luo Feng, an Executive Director and the Chairman of the Company.

During the period from 4 July 2016 to 20 September 2016, the closing price of the Shares fluctuated within a range from \$0.465 to \$0.53, with an average daily trading volume of 414,849 Shares.



Since then, the price and trading volume of the Shares increased substantially. From 21 September 2016 to 23 December 2016, the closing price of the Shares surged 173.6% from \$0.53 to \$1.45, with an average daily trading volume of 9,183,833 Shares.

Since 21 September 2016, the Company made, inter alia, the following announcements:

- On 22 September 2016, the Company announced, among other things, its plan to develop the new business of arranging the next generation settlement network (“NGSN”), with a focus on countries along China’s “one belt and one road” initiative. Thereafter, on 7 October 2016, 27 October 2016, 16 November 2016, 14 December 2016, and 15 December 2016, the Company issued announcements on the development of the NGSN, and its entering into memorandum of understanding and cooperative agreements with various business partners.
- On 20 October 2016, the Company announced that Long Grand Limited, the controlling shareholder of the Company, had transferred 2,540,190,000 Shares (representing 13.3% of the issued Shares at that time) to Power Trend Asset Holdings Limited for \$1.04 per Share. As a result, Power Trend Asset Holdings Limited, being interested in 13.3% of the issued Shares at that time, became a substantial shareholder of the Company, while Long Grand Limited, being interested in 54.4% of the issued Shares at that time, continued to be the controlling shareholder and the largest shareholder.
- On 24 November 2016, the Company announced a placing of 1,280,000,000 new Shares (representing 6.3% of the enlarged issued Shares) at \$1.25 per Share.
- On 28 November 2016, the Company announced its unaudited interim results for the six months ended 30 September 2016, reporting a loss attributable to shareholders of \$27,263,000, as compared to a loss attributable to shareholders of \$68,007,000 in the last corresponding period.
- On 21 December 2016, the Company announced that its name had been changed from “Chaoyue Group Limited” to “International Business Settlement Holdings Limited” with effect from 9 November 2016.
- On 22 December 2016, the Company announced the completion of the placing of 1,280,000,000 new Shares, as announced earlier on 24 November 2016, to 3 subscribers.

As at 6 January 2017, the Share price of the Company closed at \$1.53, which was 188.7% higher than the closing price on 20 September 2016.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the Shares could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

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