



12 January 2018

**High Concentration of Shareholding
in
SFund International Holdings Limited (Stock Code: 01367)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of SFund International Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 29 December 2017.

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 29 December 2017, 18 shareholders held an aggregate of 79,824,000 Shares, representing 16.63% of the issued Shares. Such shareholding, together with 360,000,000 Shares (representing 75% of the issued Shares) held by 2 substantial shareholders of the Company, represented 91.63% of the issued Shares as at 29 December 2018. As such, only 40,176,000 Shares (representing 8.37% of the issued Shares) were in the hands of other shareholders.

As at 29 December 2017, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Plus Value International Limited (Note 1)	220,800,000	46.00
People’s Government of Guangzhou Municipality	139,200,000	29.00
A group of 18 shareholders	79,824,000	16.63
Other shareholders	40,176,000	8.37
Total	480,000,000	100.00

Note 1: Plus Value International Limited is wholly owned by Mr. Lai Leong.



During the period from 1 September 2017 to 11 October 2017, the price of the Shares closed in a narrow range between HK\$2.50 and HK\$2.67. Since then, it started to increase substantially and closed at HK\$8.99 on 22 December 2017, representing a 246% increase from the closing price of HK\$2.60 on 11 October 2017. On 29 December 2017, the price of the Shares closed at HK\$8.48.

The Company had made, inter alia, the following announcements between October and December 2017:

- On 12 October 2017, the Board of the Company proposed to change the English name of the Company from “Hanbo Enterprises Holdings Limited” to “SFund International Holdings Limited”, and the Chinese name of the Company from “恒寶企業控股有限公司” to “廣州基金國際控股有限公司”.
- On 27 October 2017, the Company announced a financial assistance from a substantial shareholder, who agreed to purchase a HK\$80,000,000 bond issued by the Company.
- On 31 October 31 2017, the Company announced the completion of acquisitions of a Type 1 (dealing in securities) licensed company, as well as a Type 4 (asset management) and Type 9 (advising on securities) licensed company.
- On 1 November 2017, the Company issued a profit warning, reporting a decrease of approximately 30% in revenue of its apparel and trading supply chain management services business for the 9 months ended 30 September 2017, comparing to the same period in 2016. In the same announcement, it also expected a significant decrease in the revenue and operating profit of the same business for the year ending 31 December 2017, comparing to the same period in 2016.
- On 24 November 2017, the Company announced the provision of a HK\$180,000,000 loan to Yuan Heng Gas Holdings Limited (Stock Code: 00332).
- On 18 December 2017, the Company announced a second supplemental deed of a loan agreement to extend the maturity date of a HK\$16,275,000 loan provision to Mr. Cheung Che Kin from 18 December 2017 to 18 June 2018.

As at 11 January 2018, the Share closed at HK\$8.00, representing a 208% increase from the closing price of HK\$2.60 on 11 October 2017.

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.

End