

**ARTICLES OF ASSOCIATION**

*(As adopted by Special Resolution passed on 27 June 2025)*

**of**

**Loco Hong Kong Holdings Limited**

**港銀控股有限公司**

---

Incorporated the 14th day of January, 2014

---

**INCORPORATED IN HONG KONG**

No. 2025750

(COPY)  
CERTIFICATE OF INCORPORATION

---

I HEREBY CERTIFY that

**Loco Hong Kong Holdings Limited**  
港銀控股有限公司

is this day incorporated in Hong Kong under the Companies Ordinance, and that this Company is Limited. **GIVEN** under my hand this Fourteenth day of January Two Thousand and Fourteen.

**(Sd.) Ms Ada L L CHUNG**  
*for Registrar of Companies,*  
Hong Kong

THE COMPANIES ORDINANCE (CHAPTER 622)

**Public Company Limited by Shares**

**NEW ARTICLES OF ASSOCIATION**

**(As adopted by a Special Resolution passed on 27 June 2025)**

OF

**Loco Hong Kong Holdings Limited**  
**港銀控股有限公司**

**Part A**

**1. Company Name**

The name of the company is “Loco Hong Kong Holdings Limited” 「港銀控股有限公司」

**2. Registered Office**

The registered office of the Company will be situated in Hong Kong.

**3. Members’ Liabilities**

The liability of the members is limited. The liability of the members is limited to any amount unpaid on the shares held by the members.

**4. Share Capital**

There is no prescribed maximum number of shares in the share capital of the Company.

**5. Application of Model Articles**

The model articles set out in Schedule 1 to the Companies (Model Articles) Notice (Chapter 622H of the laws of Hong Kong) shall not apply to the Company.

## Part B

### INTERPRETATION

#### 1. Interpretation

- (a) In these Articles, unless the context otherwise requires, the words standing in the first column of the following table shall bear the meanings set opposite to them respectively in the second column of the table:

WORDS	MEANINGS
appointment	includes election (and appoint includes elect);
Articles	these articles of association, as originally adopted, or as from time to time altered, supplemented or substituted in accordance with the Statutes;
associate(s)	has the same meaning as defined in the GEM Listing Rules;
Auditors	the persons appointed by the Company from time to time to perform the duties of auditors of the Company;
Board	the board of Directors from time to time of the Company or the Directors present at a meeting of the Directors at which a quorum is present;
business day	a day (other than a Saturday, Sunday or public holiday in Hong Kong) on which banks are generally open for normal banking business in Hong Kong;
capital	means the share capital of the Company from time to time;
clear days	in relation to the period of a notice means that period excluding the day when the notice is given or deemed to be given and the day for which it is given or on which it is to take effect;

close associate(s)	has the meaning ascribed thereto under rule 1.01 of the GEM Listing Rules
communication	includes a document or information or communication comprising sounds or images or both and a communication effecting a payment;
Company	means Loco Hong Kong Holdings Limited, a company incorporated in Hong Kong on 14 January 2014;
Corporate Communication(s)	any notice, document or other information (including any “corporate communication” as defined in the GEM Listing Rules) sent or supplied or to be sent or supplied by the Company;
Director(s)	the director(s) of the Company;
dividend	includes scrip dividends, distributions in specie or in kind, capital distributions, capitalisation issues and bonuses, if not inconsistent with the subject or context;
electronic communication	a communication transmitted (whether from one person to another, from one device to another or from a person to a device or vice versa) by means of a telecommunications system (within the meaning of the Telecommunications Ordinance (Chapter 106 of the Laws of Hong Kong)) or by other means but while in an electronic form;
electronic form	means in the form of an electronic record (as defined in section 2(1) of the Ordinance);
electronic means	includes sending, supplying or otherwise making available to the intended recipients of the communication in electronic form;

Exchange Participant	a person: (a) who, in accordance with the rules of the Stock Exchange, may trade on or through the Stock Exchange; and (b) whose name is entered in a list, register or roll kept by the Stock Exchange as a person who may trade on or through the Stock Exchange as amended from time to time;
GEM	the GEM of The Stock Exchange of Hong Kong Limited;
GEM Listing Rules	Rules Governing the Listing of Securities on the GEM of the Stock Exchange;
general meeting(s)	any general meeting of the Company, including any general meeting held as the Company's annual general meeting and whether held at one or more physical venue or by means of virtual meeting technology or a combination of both;
Group	the Company and its subsidiaries and in respect of the period before the Company became the holding company of its present subsidiaries, its present subsidiaries;
holder(s)/shareholder(s)	in relation to any share(s) means the member(s) and holder(s) of any treasure share(s), whose name is/are entered in the Register as the holder(s) of that share(s);
Hong Kong	the Hong Kong Special Administrative Region of the People's Republic of China;
in writing	written, printed, typewritten or telexed or transmitted by facsimile, or visibly expressed in any other mode of representing or reproducing words (including anything in electronic form), or partly one and partly another;
Meeting Location(s)	has the same meaning given to it in Article 49(a) and as rearranged and determined by the Directors or the chairman of the meeting pursuant to these Articles;

Member(s) or Shareholder(s)	the duly registered holder(s) from time to time of the shares in the capital of the Company;
month	calendar month;
Office	the registered office from time to time of the Company;
Ordinance	the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) and any amendments thereto for the time being in force and includes every other ordinance incorporated therewith or substituted therefor;
paid up	includes credited as paid up;
Register	the register of members of the Company (including any branch register kept in accordance with the Statutes);
Relevant Regulations	means the Statutes and any rules prescribed by the Stock Exchange and applicable to the Company from time to time, including without limitation, the GEM Listing Rules;
seal	the common seal of the Company or any official seal that have in accordance with the Statutes;
Secretary	the secretary of the Company or, if there are joint secretaries, any of the joint secretaries and includes an assistant or deputy secretary and any person appointed by the Board to perform any of the duties of the secretary of the Company;
SFO	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented on otherwise modified from time to time;
share	a share in the capital of the Company and includes stock except where a distinction between stock and shares is express or implied;

special resolution	shall have the meaning assigned thereto in the Ordinance;
Statutes	the Ordinance and every other ordinance for the time being in force concerning companies and affecting the Company;
Stock Exchange	The Stock Exchange of Hong Kong Limited;
treasury shares	means shares that have been bought back by the Company and are held in treasury in accordance with the Ordinance, the GEM Listing Rules and all other applicable laws, rules or regulations, including shares bought back by the Company and held or deposited in Central Clearing and Settlement System (CCASS) for sale or transfer on the Stock Exchange;
virtual meeting technology	means a technology (including, without limitation, electronic facilities) that allows a person to listen, speak and vote at a meeting without being physically present at the meeting; and
year	a year from 1st January to 31st December inclusive.

- (b) Subject as aforesaid and unless the context otherwise requires, any words defined in the Statutes shall bear the same meaning in these Articles.
- (c) Unless inconsistent with the subject or context, words importing the singular number shall include the plural number and vice versa, words importing the masculine gender shall include the feminine gender and words importing persons shall include corporations and bodies of persons.
- (d) Any reference to the rules prescribed by the Stock Exchange shall include the applicable provisions under the GEM Listing Rules.
- (e) References in these Articles to writing include references to any method of representing or reproducing words in a legible and non-transitory form.
- (f) A special resolution shall be effective for any purpose for which an ordinary resolution is expressed to be required under any provision of these Articles.



- (g) References in these Articles to any statutory provision shall be construed as including references to:
  - (i) any statutory modification or re-enactment thereof;
  - (ii) all subsidiary legislation, regulations or orders made pursuant thereto; and
  - (iii) any statutory provisions of which such statutory provision is a re-enactment or modification.
- (h) The headings to these Articles are inserted for convenience only and shall not affect construction.
- (i) The rights of holder(s) of any treasury shares of the Company under these Articles shall be subject to any applicable requirements and restrictions under the Relevant Regulations.
- (j) References to a member being present at or attending or participating in a general meeting, whether in person or by proxy, shall mean that such member or proxy is present at a physical venue of the meeting or is participating in the meeting by using the virtual meeting technology as specified by the Directors. Accordingly, any references to attending or doing anything at the meeting “in person”, “personally”, “by proxy” and references to “attend”, “participate”, “attending”, “participating”, “attendance” and “participation” and any other similar expressions shall be construed accordingly.

## **REGISTERED OFFICE**

### **2. Office**

The Office shall be at such place in Hong Kong as the Board shall from time to time appoint.

## **SHARE CAPITAL**

### **3. Rights attached to new shares**

Subject to the Statutes and without prejudice to the rights and privileges attached to any then existing shares in the capital, any share may be issued with or have attached to it such rights (including preferred, deferred, qualified or other special rights or privileges), or conditions or restrictions (whether with regard to dividends, voting, return of capital or otherwise), and such other terms and conditions, as the Company may by ordinary resolution decide or, if no such resolution is in effect or so far as the resolution does not make any specific provision, as the Board may decide, provided always that where the Company issues shares which do not carry voting rights, the words “non-voting” shall appear in the designation of such shares and where the equity capital includes shares with different voting rights, the designation of each class of shares, other than those with the most favourable voting rights, must include the words “restricted voting” or “limited voting”.

### **4. Unissued shares**

Subject to the Statutes, these Articles and any resolution of the Company, the Board may offer, allot (with or without conferring a right of renunciation), grant options over or otherwise deal with or dispose of any unissued shares (whether forming part of the original or any increased capital) to such persons, at such times and generally on such terms as the Board may determine.

### **5. Allotments of shares**

Subject to compliance with any provisions of the Statutes and these Articles regarding the allotment, issue and paying up of share capital, all shares from time to time unissued shall be at the disposal of the Board who may offer, allot, grant options over or otherwise dispose of them to such persons at such times and on such terms as they think fit. The directors must not exercise any power conferred on them to allot shares in the company without the prior approval of the company by resolution if the approval is required by section 140 of the Ordinance.

**6. Power to issue redeemable shares and warrants**

- (a) Subject to the Statutes and any rules prescribed by the Stock Exchange from time to time, any share may be issued on terms that it is to be redeemed or is liable to be redeemed at the option of the Company or the holder.
- (b) The Company may issue warrants or other rights and grant options to subscribe for any class of shares or securities of the Company with any rights or restrictions attached to them. No new warrant shall be issued to replace one that has been lost unless the Board is satisfied beyond reasonable doubt that the original has been destroyed and the Company has received an indemnity in such form as the Board shall think fit with regard to the issue of any such new warrant.

**7. Power to pay commission and brokerage**

- (a) The Company may pay a commission to any person in consideration of his subscribing, or agreeing to subscribe, whether absolutely or conditionally, or procuring or agreeing to procure subscriptions, whether absolute or conditional, for any shares in the capital of the Company, but such commission shall not exceed the limits permitted by the Statutes. Any such commission may be paid in cash or by the allotment of fully or partly paid shares or partly in one way and partly in the other. The Company may, in addition to, or in lieu of, such commission, in consideration of any person so subscribing or agreeing to subscribe, or of his procuring or agreeing to procure subscriptions, whether absolute or conditional, for any shares in the Company, confer on any such person an option to call within a specified time for a specified number or amount of shares in the Company at a specified price. The payment or agreement to pay a commission or the conferring of an option shall be in the discretion of the Board on behalf of the Company and subject to the provisions of the Statutes.
- (b) The Company may also pay such brokerage as may be lawful.

**8. Exclusion of equities**

Except as otherwise required by law or these Articles and notwithstanding any information received by the Company, no person shall be recognised by the Company as holding any share upon any trust and the Company shall not be bound in any way to recognise (even when having notice thereof) any equitable, contingent, future or partial interest in any share, or any interest in any fractional part of a share, or any other right in respect of any share, except an absolute right to the entirety thereof in the registered holder.

## **9. Financial assistance**

To the extent that the same is permitted by law, the Company may give financial assistance (including but not limited to, financial assistance within the meaning of sections 283 to 285 of the Ordinance) for the purpose of the acquisition of shares in the Company or share in the Company's holding company for the time being and such assistance may be given by any means howsoever permitted by law.

## **ALTERATION OF CAPITAL**

### **10. Permitted alternation of share capital**

- (a) Subject to the Statutes, applicable laws, rules, regulations and government policies, the Company may, from time to time, by ordinary resolution (if required by the law):
  - (i) increase its share capital by allotting and issuing new shares in accordance with the Ordinance;
  - (ii) increase its share capital without allotting and issuing new shares, if the funds or other assets for the increase are provided by the members of the company;
  - (iii) capitalize its profits, with or without allotting and issuing new shares;
  - (iv) allot and issue bonus shares with or without increasing its share capital;
  - (v) convert all or any of its shares into a larger or smaller number of shares;
  - (vi) cancel shares—
    - A. that, at the date the resolution for cancellation is passed, have not been taken or agreed to be taken by any person; or
    - B. that have been forfeited.

- (vii) divide its shares into several classes and without prejudice to any special rights previously conferred on the holders of existing shares attach thereto respectively any preferential, deferred, qualified or special rights, privileges, or conditions or such restrictions which in the absence of any such determination by the Company in general meeting; and
  - (viii) make provision for the issue and allotment of shares which do not carry rights, the word “non-voting” shall appear in the designation of such shares and where the equity capital includes shares with different voting rights, the designation of each class of shares, other than those with the most favourable voting rights, must include the words “restricted voting” or “limited voting”.
- (b) If as a result of any conversion of shares any members would become entitled to fractions of a share, the Board may deal with the fractions as it thinks fit. In particular, the Board may (on behalf of those members) aggregate and sell the shares representing the fractions to any person and distribute the net proceeds of sale in due proportion among those members and the Board may authorise a person to transfer the shares to, or as directed by, the purchaser, who shall not be bound to see to the application of the purchase money and the title of the new holder to the shares shall not be affected by any irregularity in or invalidity of the proceedings relating to the sale.
- (c) Anything done in pursuance of this Article shall be done in any manner provided, and subject to any conditions imposed, by the Statutes, so far as they shall be applicable, and, so far as they shall not be applicable, in accordance with the terms of the resolution authorising the same, and, so far as such resolution shall not be applicable, in such manner as the Board deems most expedient.

## **11. Reduction of capital**

The Company may by special resolution reduce its share capital in accordance with the Statutes.

## **PURCHASE OF OWN SHARES AND WARRANTS**

### **12. Power to purchase shares and warrants**

Subject to the provisions of the Statutes and any rules prescribed by the Stock Exchange from time to time, the Company may purchase its own shares of any class in the capital of the Company, including any redeemable shares or warrants or other securities carrying a right to subscribe for or purchase shares of the Company issued by the Company and, should the Company acquire its own shares or warrants or other such securities, neither the Company nor the Board shall be required to select the shares or warrants to be acquired rateably or in any other particular manner as between the holders of shares or warrants of the same class or as between them and the holders of shares or warrants of any other class or in accordance with the rights as to dividends or capital conferred by any class of shares or warrants. In the case of purchases of redeemable shares, purchases not made through the market or by tender shall be limited to a maximum price and if purchases are by tender, tenders shall be available to all shareholders holding redeemable shares of the Company alike.

## **VARIATION OF RIGHTS**

### **13. Variation of rights**

- (a) Subject to the provisions of the Statutes, whenever the capital of the Company is divided into different classes of shares, all or any of the special rights or privileges for the time being attached to any class may be varied, modified or abrogated, either with the consent in writing of holders of not less than three-fourths in the share capital of the issued shares of that class (excluding any shares of that class held as treasury shares) or with the sanction of a special resolution passed at a separate general meeting of the holders of the shares of that class (excluding any shares of that class held as treasury shares) (but not otherwise), and may be so varied, modified or abrogated either whilst the Company is a going concern or during or in contemplation of a winding up.

- (b) The provisions of these Articles relating to general meetings of the Company or to the proceedings at general meetings shall apply, *mutatis mutandis*, to every such separate general meeting except that:
- (i) the necessary quorum at any such meeting (other than an adjourned meeting) shall be two or more persons holding or representing by proxy not less than one-third in share capital of the issued shares of the class (excluding any voting rights attached to any shares held as treasury shares);
  - (ii) at an adjourned meeting the necessary quorum shall be one person (or in the case of a member being a corporation, its duly authorised representative) holding shares of the class or his proxy; and
  - (iii) the holders of shares of the class (excluding any shares of that class held as treasury shares) shall, on a poll, have one vote in respect of every share of the class held by them respectively.
- (c) The rights conferred upon the holders of any shares shall not, unless otherwise expressly provided in the rights attaching to those shares, be deemed to be varied, modified or abrogated by the creation or issue of further shares ranking *par passu* with them.
- (d) For the purposes of this provision any particular issue of shares not carrying the same rights (whether as to rate of dividend, redemption or otherwise) as any other shares for the time being in issue, shall be deemed to constitute a separate class of share.

#### **REGISTER OF MEMBERS AND SHARE CERTIFICATES**

- 13A. (a) The Board shall cause to be kept a register of the members, and there shall be entered therein the particulars required under the Ordinance.
- (b) The Register shall be made available for inspection by members on request made in the prescribed manner and without charge in accordance with the provisions of the Ordinance, but the Company shall be permitted to close the Register pursuant to section 632 of the Ordinance.

#### **14. Issue of Share certificates**

- (a) Subject to the Statutes, every person except any person in respect of which the Company is not by law required to complete and have ready for delivery a certificate, whose name is entered in the Register as a holder of any shares shall be entitled, without payment, to receive within two months (or such other period prescribed by the Stock Exchange from time to time) after allotment or ten business days (or such other period prescribed by the Stock Exchange from time to time) of the lodgement of a transfer to him of those shares, duly stamped and otherwise valid, (or within such other period as the conditions of issue may provide) one certificate for all his shares in any particular class or several certificates each for one or more of the shares of the class in question upon payment for every certificate after the first of such sum (if any) not exceeding the maximum amount from time to time prescribed by the Stock Exchange, provided that:
  - (i) in the event of a member transferring part of the shares represented by a certificate in his name, the certificate held by the transferor shall be given up to be cancelled, and shall forthwith be cancelled accordingly, and a new certificate shall be issued to the transferee in respect of the shares transferred to him and in case of a partial transfer, also in respect of the balance thereof upon payment of such sum (if any) not exceeding the maximum amount prescribed by the Stock Exchange from time to time;
  - (ii) in the case of joint holders, the Company shall not be bound to issue more than one certificate for all the shares in any particular class registered in their joint names, and delivery of a certificate for a share to any one of several joint holders thereof shall be sufficient delivery to all;
  - (iii) where a share stands in the names of two or more persons, the person first named in the Register shall as regards service of notices and, subject to the provisions of these Articles, all or any other matters connected with the Company, except the transfer of the shares, be deemed the sole holder thereof; and
  - (iv) the provisions of these Articles concerning the sealing of certificates shall be complied with whenever share certificates are issued.



- (b) Every share certificate shall be issued under the seal or a facsimile thereof and shall specify the number and class and distinguishing number (if any) of the shares to which it relates, and the amount paid up thereon and may otherwise be in such form as the Directors may from time to time determine. No share certificate shall be issued representing shares of more than one class. The Board may by resolution determine, either generally or in any particular case or cases, that any signatures on any such certificates (or certificates in respect of other securities) need not be autographic but may be affixed to such certificates by some mechanical means or may be printed thereon.

#### **15. Replacement of share certificates**

If a share certificate shall be damaged or defaced or alleged to have been lost, stolen or destroyed, a new share certificate representing the same shares may be issued to the holder upon request and upon payment of such sum (if any) not exceeding the maximum amount prescribed by the Stock Exchange from time to time and, subject to compliance with such terms (if any) as to evidence and indemnity and to payment of the costs and reasonable out-of-pocket expenses of the Company in investigating such evidence and preparing such indemnity as the Board may think fit and, in case of damage or defacement, on delivery of the old share certificate to the Company provided always that where share warrants have been issued, no new share warrant shall be issued to replace one that has been lost unless the Directors are satisfied beyond reasonable doubt that the original has been destroyed.

### **CALLS ON SHARES**

#### **16. Directors may make calls**

- (a) Subject to these Articles, the Board may from time to time make such calls upon the members in respect of all moneys unpaid on their shares as it thinks fit, and each member shall (subject to the Company serving upon him at least fourteen clear days' notice specifying when and where payment is to be made) pay to the Company as required by the notice the amount called on his shares. A call may be revoked, extended or postponed as the Board may determine.
- (b) Any call may be made payable in one sum or by instalments and shall be deemed to have been made at the time when the resolution of the Board authorising such call was passed.

- (c) A person upon whom a call is made shall remain liable for it notwithstanding the subsequent transfer of the share in respect of which the call is made.
- (d) The joint holders of a share shall be jointly and severally liable for the payment of all calls in respect of that share.

**17. Interest on calls**

If a call or instalment payable in respect of a share is not paid before or on the due date for payment, the person from whom the amount is due shall pay interest on the amount unpaid, from the due date for payment to the date of actual payment, at such rate (not exceeding 15 per cent. (15%) per annum) as the Board may determine, and shall also pay all costs, charges and expenses which the Company may have incurred or become liable for in order to procure payment of or in consequence of the non-payment of such call or instalment, but the Board shall be at liberty to waive payment of such interest, costs, charges and expenses, wholly or in part.

**18. Sums treated as calls**

Any sum which by the conditions of allotment of a share is made payable on allotment, or at any fixed time, or by instalments at any fixed times, shall for all purposes of these Articles be deemed to be a call duly made and payable on the date or dates fixed for payment and, in case of non payment, the provisions of these Articles shall apply as if that sum had become payable by virtue of a call.

**19. Power to differentiate**

Subject to the terms of the issue, the Board may make arrangements on any issue of shares for a difference between the allottees or holders of the shares in the amounts and times of payment of calls on their shares.

**20. Payment of calls in advance**

The Board may, if it thinks fit, receive from any member willing to make payment in advance all or any part of the moneys payable upon a share beyond the sum actually called up on it and, upon all or any of the moneys so paid in advance, or so much thereof as exceeds the amount for the time being called up on the share in respect of which such advance has been made, the Board may pay or allow interest at such rate (not exceeding 15 per cent. (15%) per annum) as may be agreed upon between the Board and the member paying such sum in advance, but such member shall not be entitled to participate in respect of the amount paid up in advance thereof in a dividend subsequently declared.

**21. Rights suspended if payment in arrears**

No member shall be entitled to receive any dividend, or (save as proxy for another member) to be present or vote at any general meeting, either personally or by proxy, or to exercise any privilege as a member, or be reckoned in a quorum in respect of any share held by him (whether alone or jointly with any other person) if and so long as he shall have defaulted in payment of any call or other sum for the time being due and payable on the share or any interest or expenses (if any) payable in connection therewith.

**LIEN ON SHARES**

**22. Lien on partly paid shares**

- (a) The Company shall have a first and paramount lien and charge on every share for all moneys (whether presently payable or not) called or payable at a fixed time in respect of that share. The Company shall have a first and paramount lien and charge on every share, registered in the name of a member (whether solely or jointly with others), for any amount payable in respect of that share. The lien shall extend to all dividends and other moneys from time to time declared or payable in respect of that share.
- (b) The Board may at any time either generally or in any particular case declare any share to be wholly or partly exempt from this Article.

### **23. Enforcement of lien**

- (a) The Company may sell any share subject to a lien, in such manner as the Board may think fit, if an amount payable on the share is due and is not paid within fourteen clear days after a notice has been given to the holder or any person entitled by transmission to the share demanding payment of that amount and stating that if the notice is not complied with the share may be sold.
- (b) To give effect to any sale under this Article, the Board may authorise some person to execute an instrument of transfer of the share sold to, or in accordance with the directions of, the purchaser and a sold note in respect thereof and may enter the purchaser's name in the Register as holder of the share. The purchaser shall not be bound to see to the application of the purchase money nor shall the title of the new holder be affected by any irregularity in or invalidity of the proceedings relating to the sale.
- (c) The net proceeds of the sale, after payment of the costs, shall be applied in or towards satisfaction of the amount due, and any residue shall (subject to a like lien for any amounts not presently due on the share before the sale) be paid to the holder or the person (if any) entitled by transmission to the share immediately before the sale.

### **FORFEITURE OF SHARES**

### **24. Notice of unpaid calls**

- (a) If any member fails to pay the whole or any part of any call or instalment remains unpaid on any share after the due date for payment, the Board may give a notice to the holder requiring him to pay so much of the call or instalment as remains unpaid, together with any accrued interest and any costs, charges and expenses incurred by the Company by reason of such nonpayment.
- (b) The notice shall state a further day, being not less than fourteen clear days from the date of such notice, on or before which, and the place where, payment is to be made and shall state that, in the event of non-payment on or before the day and at the place appointed, the share in respect of which such call was made or instalment is payable will be liable to be forfeited.

**25. Forfeiture on non-compliance with notice**

- (a) If the requirements of a notice given under the preceding Article are not complied with, any share in respect of which the notice has been given may, at any time thereafter before payment of all calls or instalments, interest, costs, charges and expenses due in respect thereof has been made, be forfeited by a resolution of the Board. Every forfeiture shall include all dividends declared and other monies payable in respect of the forfeited share, and not actually paid before the forfeiture. The Board may accept a surrender of any share liable to be forfeited, and in such case, reference in these Articles to forfeiture shall include surrender.
- (b) If a share is forfeited in accordance with these Articles, notice of the forfeiture shall forthwith be given to the person who was the holder of the share, or (as the case may be) the person entitled to the share by transmission and an entry of such notice having been given, and of the forfeiture, with the date thereof, shall forthwith be made in the Register opposite to the entry of the share; but no forfeiture shall be in any manner invalidated by any omission or neglect to give such notice or to make such entry.

**26. Power to annul forfeiture or surrender**

Notwithstanding any such forfeiture as aforesaid, the Board may, at any time before the forfeited or surrendered share has been sold, re-allotted or otherwise disposed of, annul the forfeiture or surrender upon payment of all calls and interest due upon and costs, charges and expenses incurred in respect of the share, and upon such further conditions (if any) as it may think fit.

**27. Disposal of forfeited or surrendered shares**

- (a) Every share which is forfeited or surrendered shall become the property of the Company, and (subject to the provisions of the Statutes) may be sold, re-allotted or otherwise disposed of upon such terms and in such manner as the Board shall think fit either to the person who was before the forfeiture the holder of the share or to any other person and whether with or without all or any part of the amount previously paid up on the share being credited as so paid up. The Board may for the purpose of a disposal authorise some person to execute an instrument of transfer and a sold note of a forfeited or surrendered share to, or in accordance with the directions of, any person to whom the same has been sold, re-allotted or disposed of.

- (b) A statutory declaration by a Director or Secretary of the Company that a share has been duly forfeited or surrendered or sold to satisfy a lien of the Company in pursuance of these Articles, and stating the day when it was forfeited, surrendered or sold, shall, as against all persons claiming to be entitled to the share, be conclusive evidence of the facts stated in it, and such declaration, together with a certificate in respect of such share, delivered to a purchaser or allottee thereof shall (subject to the execution of any necessary instrument of transfer and sold note) constitute a good title to the share, and the new holder thereof shall be discharged from all calls made prior to such purchase or allotment and shall not be bound to see to the application of the purchase money (if any) nor shall his title to the share be affected by any omission, irregularity in or invalidity of or relating to or connected with the proceedings in reference to the forfeiture, surrender, sale, re-allotment or disposal of the share.

**28. Rights and liabilities of members whose shares have been forfeited or surrendered**

A person any of whose shares have been forfeited or surrendered shall cease to be a member in respect of the forfeited or surrendered share and shall surrender to the Company for cancellation the certificate for the share forfeited or surrendered, but shall remain liable (unless payment is waived in whole or in part by the Board) to pay to the Company all moneys payable by him on or in respect of the share at the time of forfeiture or surrender, together with interest thereon from the time of forfeiture or surrender until payment at such rate (not exceeding 15 per cent. (15%) per annum) as the Board shall think fit, in the same manner as if the share had not been forfeited or surrendered. He shall also be liable to satisfy all the claims and demands (if any) which the Company might have enforced in respect of the share at the time of forfeiture or surrender, without any deduction or allowance for the value of the share at the time of forfeiture or surrender or for any consideration received on its disposal.

## **TRANSFER OF SHARES**

### **29. Form of transfer**

- (a) Subject to the Statutes and the restrictions in these Articles, a member may transfer all or any of his shares by an instrument of transfer in any usual or common form prescribed by the Stock Exchange or in any other form which the Board may approve and may be under hand or, if the transferor or transferee is a clearing house or its nominee(s), by hand or by machine imprinted signature or by such other manner of execution as the Board may approve from time to time.
- (b) No transfer shall be made to an infant or to a person of unsound mind or under other legal disability.

### **30. Execution of transfer**

The instrument of transfer of any share shall be signed by or on behalf of the transferor and the transferee (provided that the Board may dispense with the signing of the instrument of transfer by the transferee in any case which it thinks fit in its discretion to do so), and the transferor shall be deemed to remain the holder of the share until the name of the transferee is entered in the Register in respect of the share. The machine imprinted signature on an instrument of transfer may be accepted by the Company for the purpose of such transfer subject to any terms which the Company may impose. Shares of different classes shall not be comprised in the same instrument of transfer. Nothing in these Articles shall preclude the Board from recognising a renunciation of the allotment or provisional allotment of any share by the allottee in favour of some other person.

### **31. Retention of instruments**

All instruments of transfer which shall be registered may be retained by the Company, but any instrument of transfer which the Board refuses to register shall (except in any case where fraud or any other crime involving dishonesty is suspected in relation to such transfer) be returned to the person presenting it.

### **32. Directors' power to refuse to register transfers**

- (a) The Board may, in its absolute discretion and without assigning any reason therefor, refuse to register any transfer in respect of a share which is not fully paid up.
- (b) The Board may also refuse to register any transfer unless:
  - (i) subject to the Statutes, the instrument of transfer is duly stamped and lodged at the Company's registered office or at such other place as the Directors may appoint and is accompanied by the certificate for the shares to which it relates, and such other evidence (if any) as the Board may reasonably require to prove the title of the intending transferor or his right to transfer the shares (and if the instrument of transfer is executed by some other person on his behalf, the authority of that person so to do);
  - (ii) the instrument of transfer is in respect of only one class of shares;
  - (iii) in the case of a transfer to joint holders, the number of joint holders to whom the share is to be transferred does not exceed four;
  - (iv) the instrument of transfer is accompanied by payment of such fee, not maximum amount prescribed by the Stock Exchange from time to time, as the Board may from time to time require;
  - (v) the shares concerned are free of any lien in favour of the Company;
  - (vi) such other conditions as the Directors may from time to time impose for the purpose of guarding against losses arising from forgery are satisfied;
  - (vii) a fee not exceeding the maximum fee prescribed or permitted from time to time the Stock Exchange is paid to the Company in respect thereof; and
  - (viii) the shares concerned are not shares issued under any share incentive scheme for employees upon which a restriction on transfer imposed thereby still subsists.



**33. Notice of refusal to register**

If the Board refuses to register any transfer of any share, it shall, within two months after the date on which the instrument of transfer was lodged with the Company, send to the transferor and the transferee notice of the refusal.

**34. Fee payable**

The Company shall not charge any fee of more than the maximum fee prescribed by the Stock Exchange from time to time in respect of the registration of a transfer or in respect of the registration of any probate, letters of administration, certificate of marriage or death, power of attorney or other document relating to or affecting the title to any shares or for making any entry in the Register affecting the title to any share.

**35. Power to suspend registration of transfers**

The registration of transfers of shares or of any class of shares may be suspended at such times and for such periods as the Board may from time to time determine provided always that such registration shall not be suspended in any year for more than thirty days (Sundays and public holidays excepted) or, where the period for closing the register of members is extended in respect of that year under the Ordinance, for more than that extended period.

The registration of transfers may be suspended and the register closed at such times and for such periods as the Directors may from time to time determine, provided always that such registration shall not be suspended or the Register be closed for more than thirty days in any year.

**36. Renunciations**

Nothing contained in these Articles shall preclude the Board from recognising a renunciation of the allotment of any share by the allottee in favour of some other person.

## **TRANSMISSION OF SHARES**

### **37. Transmission on death**

In the case of the death of a member, the survivors or survivor where the deceased was a joint holder, and the legal personal representatives of the deceased where he was a sole or only surviving holder, shall be the only person or persons recognised by the Company as having any title to his interest in the shares; but nothing in these Articles shall release the estate of a deceased holder, whether sole or joint, from any liability in respect of any share solely or jointly held by him.

### **38. Registration of personal representative, trustee in bankruptcy, etc.**

- (a) Any person becoming entitled to a share in consequence of the death or bankruptcy or winding-up of a member or in consequence of the making in respect of a member of an order by any court having jurisdiction (whether in Hong Kong or elsewhere) in matters concerning mental disorder, may, upon producing such evidence of his title as the Board shall require, and subject as provided in this Article, elect either to be registered himself as the holder of the share or to have some person nominated by him registered as the transferee of the share, but the Board shall have the same right to decline or suspend registration as they would have in the case of a transfer of the share by that member before his death or bankruptcy as the case may be.
- (b) If the person so becoming entitled elects to be registered himself, he shall give notice to the Company to that effect. If he elects to have another person registered, he shall execute an instrument of transfer of the share to that person or shall execute such other document or take such other action as the Board may require to enable that person to be registered.
- (c) The provisions of these Articles relating to the transfer of shares shall apply to the notice or instrument of transfer or other document or action as if it were a transfer effected by the person from whom the title by transmission is derived and the event giving rise to the transmission had not occurred.

### **39. Rights of persons entitled by transmission**

- (a) A person becoming entitled to a share in consequence of a death or bankruptcy or of any other event giving rise to a transmission by operation of law shall have the right to receive and give a discharge for any dividends or other moneys payable in respect of the share and shall have the same rights in relation to the share as he would have if he were the holder except that, until he becomes the holder, he shall not be entitled to attend or vote at any general meeting of the Company.
- (b) The Board may at any time give notice requiring any such person to elect either to be registered himself or to transfer the share and, if after ninety days the notice has not been complied with, the Board may withhold payment of all dividends, bonuses or other moneys payable in respect of the share until the requirements of the notice have been complied with.

### **UNTRACEABLE MEMBERS**

### **40. Sale of shares of untraceable members**

- (a) The Company may sell any share of a member, or any share to which a person is entitled by transmission, by instructing an Exchange Participant of the Stock Exchange to sell at the best available price at the time if:
  - (i) during a period of twelve years at least three cash dividends or other distributions have become payable in respect of the share to be sold and have been sent by the Company in accordance with Article 106;
  - (ii) during that period of twelve years no cash dividend or other distribution payable in respect of the share has been claimed, no cheque, warrant, order or other payment for a dividend has been cashed, no dividend sent by means of a funds transfer system has been paid and no communication has been received by the Company from the member or the person entitled by transmission to the share;
  - (iii) on or after the expiry of that period of twelve years the Company has published advertisements in at least one English language newspaper and one Chinese language newspaper circulating in Hong Kong giving notice of its intention to sell the share;

- (iv) during the period of three months following the publication of those advertisements or of the first of the advertisements if they are published on different dates, the Company has not received any communication from the member or the person entitled by transmission to the share; and
  - (v) the Company has given notice to the Stock Exchange of its intention to sell the share.
- (b) The Company's power of sale shall extend to any further share which, on or before the date of publication of the first of any advertisement pursuant to subparagraph (a)(iii) above, is issued in respect of a share to which paragraph (a) applies (or in respect of any share to which this paragraph applies) if the conditions set out in subparagraphs (a)(ii) to (v) are satisfied in relation to the further share (but as if the references to a period of twelve years were references to a period beginning on the date of allotment of the further share and ending on the date of publication of the first of the advertisements referred to above).
- (c) To give effect to any sale, the Board may authorise some person to transfer the share to, or as directed by, the purchaser, who shall not be bound to see to the application of the purchase money; nor shall the title of the new holder to the share be affected by any irregularity in, or invalidity of, the proceedings relating to the sale.

#### **41. Application of proceeds of sale**

- (a) The Company shall account to the person entitled to the share at the date of sale for a sum equal to the net proceeds of sale and shall be deemed to be his debtor, and not a trustee for him, in respect of them.
- (b) Pending payment of the net proceeds of sale to such person, the proceeds may either be employed in the business of the Company or invested in such investments (other than shares of the Company or its holding company, if any) as the Board may from time to time decide.
- (c) No interest shall be payable in respect of the net proceeds and the Company shall not be required to account for any moneys earned on the net proceeds.

**42. Dividends payable on shares of untraceable members**

The Company may cease to send any cheque or warrant or order through the post for any dividend payable on any shares in the Company which is normally paid in that manner on those shares if in respect of at least two consecutive dividends payable on those shares the cheques or warrants or orders remain uncashed or after the first occasion when the cheques or warrants or orders have been returned undelivered but, subject to the provisions of these Articles, shall recommence sending cheques or warrants or orders in respect of dividends payable on those shares if the holder or person entitled by transmission to it claims the arrears of dividend and does not instruct the Company to pay future dividends in some other way.

**GENERAL MEETINGS**

**43. Annual General Meetings**

The Company shall comply with the requirements of the Statutes regarding the holding of annual general meetings. Subject to such requirements, an annual general meeting shall be held at such date, time and physical venue(s) and/or with such virtual meeting technology as the Directors shall determine.

**44. Extraordinary General Meetings**

All general meetings other than annual general meetings shall be called extraordinary general meetings.

#### **45. Convening of General Meetings**

- (a) The Board may convene a general meeting whenever it thinks fit.
- (b) The Directors may in their absolute discretion decide that the Company will hold a general meeting:
  - (i) at one or more physical venue in any part of the world;
  - (ii) by using virtual meeting technology; or
  - (iii) both at one or more physical venue and by using virtual meeting technology.
- (c) General meetings shall also be convened by the Directors on the requisition of members pursuant to the provisions of the Statutes.
- (d) If the Directors do not call a general meeting in accordance with section 567 of the Ordinance, the members who requested the meeting, or any of them representing more than one half of the total voting rights of all of them, may themselves call a general meeting in accordance with section 568 of the Ordinance.

#### **45A. Rearrangement of General Meetings**

- (a) Subject to paragraph (b) below, if, after the sending or supplying of notice of a general meeting but before the meeting is held, or after the adjournment of a meeting but before the adjourned meeting is held (whether or not notice of the adjourned meeting is required), the Directors (or the chairman of the meeting), in their absolute discretion consider that it is inappropriate, impractical, unreasonable or undesirable for any reason to hold a general meeting on the date or at the time or the Meeting Location(s) as specified in the notice calling the meeting or as previously directed by the Directors (or the chairman of the meeting) pursuant to these Articles, they may decide to postpone that meeting or change the Meeting Location(s) as they consider appropriate (a “**rearrangement**”), without approval from the members, except where the rearrangement would be contrary to the Relevant Regulations.

- (b) (i) Subject to the Relevant Regulations, the Company shall endeavour to post a notice of the rearrangement on the Company's website as soon as practicable (provided that failure to post such notice shall not affect the rearrangement); and
- (ii) subject to and without prejudice to Articles 51B(e) and 56, unless already specified in the original notice of the meeting or included in the notice posted on the Company's website pursuant to paragraph (b)(i) above, the Company shall
  - (1) fix the date, time and Meeting Location(s) (as appropriate) of the meeting ("**rearranged meeting**"),
  - (2) specify the date and time by which proxies shall be submitted in order to be valid at the rearranged meeting (provided that any proxy submitted for the original meeting shall continue to be valid for the rearranged meeting unless revoked or replaced by a new proxy), and
  - (3) give members reasonable notice of the rearranged meeting setting out the information on (1) and (2) above.
- (c) Notice of the business of a rearranged meeting does not need to be sent or supplied again, provided that the business to be transacted at the rearranged meeting is the same as that set out in the original notice of the general meeting sent or supplied to members. Documents which originally accompanied the notice calling the general meeting does not need to be re-circulated again.
- (d) The Directors (or the chairman of the meeting) may also postpone or change a rearranged meeting under this Article, provided that such rearrangement shall comply with the provisions of this Article.

#### **46. Class meetings**

The provisions of these Articles relating to general meetings shall apply, mutatis mutandis, to any separate general meeting of the holders of shares of a class held otherwise than in connection with the variation or abrogation of the rights attached to shares of the class. For this purpose, a general meeting at which no holder of a share other than an ordinary share may, in his capacity as a member, attend or vote shall also constitute a separate general meeting of the holders of the ordinary shares.

## NOTICE OF GENERAL MEETINGS

### **47. Notice of General Meetings**

- (a) Subject to section 578 of the Ordinance, at least twenty-one clear days' notice of every annual general meeting and of every extraordinary general meeting at which it is proposed to pass a special resolution, and at least fourteen clear days' notice of every other extraordinary general meeting (other than an adjourned meeting or a rearranged meeting) shall be sent or supplied in the manner required in the Statutes.
- (b) Subject to the requirements of the Statutes, the notice shall be exclusive of the day on which it is sent or supplied or deemed to have been received in the manner required by the Statutes.
- (c) The accidental omission to send or supply such notice of a general meeting or (in cases where instruments of proxy are sent or supplied with the notice) the accidental omission to send or supply an instrument of proxy to, or the non-receipt of either or both by, any person entitled to receive such notice shall not invalidate any resolution passed or proceeding had at that meeting.

### **48. Short notice**

Notwithstanding that a general meeting of the Company is convened by shorter notice than that specified in this Article, it shall be deemed to have been duly convened if it is so agreed:—

- (a) in the case of an annual general meeting, by all the members entitled to attend and vote at the meeting; and
- (b) in the case of any other general meeting, by a majority in number of the members having a right to attend and vote at the meeting, being a majority together holding not less than ninety-five per cent. (95%) of the total voting rights (excluding any voting rights attached to any shares held as treasury shares) at the meeting.



**49. What notice is to specify**

- (a) Every notice of general meeting shall include all information required to be included by the Relevant Regulations. In particular, the notice will specify the date and time of the meeting, either or both of the physical venue of the meeting and the virtual meeting technology to be used (the “**Meeting Location(s)**”), in each case as decided by the Directors.
- (b) The Board shall comply with the Statutes and the rules prescribed by the Stock Exchange from time to time regarding the giving and the circulation, on the requisition of members, of notices of resolutions and of statements with respect to matters relating to any resolution to be proposed or business to be dealt with at any general meeting of the Company.
- (c) The Directors shall have the power to provide in every notice calling a general meeting the circumstances in which a postponement of the relevant general meeting may occur automatically without further notice, including without limitation, where a gale warning or black rainstorm warning or other similar event is (or forecast to be) in force at any time on the date of the meeting (or the adjourned or rearranged meeting).

## **PROCEEDINGS AT GENERAL MEETINGS**

### **50. Special business and business of annual general meetings**

All business shall be deemed special that is transacted at an extraordinary general meeting, and all business that is transacted at an annual general meeting shall also be deemed special with the exception of:

- (a) the declaration and sanctioning of dividends;
- (b) the consideration and adoption of the accounts, balance sheet, the reports of the Directors and Auditors and other documents required to be annexed to the accounts;
- (c) the appointment of Directors in place of those retiring (by rotation or otherwise);
- (d) the appointment of Auditors not in a situation described in section 394 of the Ordinance; and
- (e) the fixing of remuneration of the Directors and Auditors or determining the manner in which such remuneration is to be fixed.

### **51. Quorum**

No business shall be transacted at any general meeting unless the requisite quorum shall be present at the commencement of the business but the absence of a quorum shall not preclude the choice or appointment of a chairman for the meeting which shall not be treated as part of the business of the meeting. Two members, present in person or by proxy and entitled to vote, shall be a quorum for all purposes.

#### **51A. Meeting arrangements and orderly conduct**

- (a) The Directors and during any general meeting, the chairman of the meeting, may in their absolute discretion put in place or impose from time to time such arrangements, requirements or restrictions as they consider appropriate in relation to a general meeting to:
  - (i) ensure to the extent possible and practical that all members and proxies for members wishing to attend the meeting can do so;

- (ii) ensure to the extent possible and practical that all persons attending the meeting are able to participate in the business of the meeting;
  - (iii) enable all members and proxies for members attending the meeting to exercise their rights to listen, speak and vote at it;
  - (iv) ensure the safety of all persons attending the meeting;
  - (v) ensure the proper and orderly conduct of the meeting;
  - (vi) ensure the identification of all persons attending the meeting; and/or
  - (vii) ensure the security of the virtual meeting technology and electronic facilities used for the meeting.
- (b) Without limiting the generality of the foregoing, examples of arrangements, requirements and restrictions include:
- (i) restricting the number of members and proxies or other persons at any physical venue to such number as can safely and conveniently be accommodated there;
  - (ii) requiring attendees attending physically to submit to searches and/or health and safety restrictions; and
  - (iii) refusing entry to, or remove from, a meeting any member, proxy or other person who fails to comply with any arrangements, requirements or restrictions of the meeting.

**51B. Meetings at physical venues, by using virtual meeting technology or a combination of both**

- (a) For the purposes of these Articles, a general meeting taking place at two or more Meeting Locations shall be treated as taking place where the chairman of the meeting presides (“**principal location**”).
- (b) A member who is present in person or by proxy at a Meeting Location other than the principal location and entitled to vote, shall be counted in the quorum and may exercise all rights that they would have been able to exercise as if they were present at the principal location.

- (c) Subject to any other requirements in these Articles, a general meeting shall be duly constituted and its proceedings shall be valid if the chairman of the meeting is satisfied that electronic facilities are available during the meeting to allow members present in person or by proxy at the meeting to exercise their rights to listen, speak and vote at it.
- (d) The entitlement of any member or proxy to attend a general meeting shall be subject to any such arrangements, requirements or restrictions as stated in the notice of meeting to apply to the meeting or as required by the Directors or the chairman of the meeting pursuant to these Articles. Members or proxies must comply with all such arrangements, requirements and restrictions and any failure to comply may result in the person being refused entry or removed from the meeting.
- (e) If there is a failure of electronic facilities or any other arrangements procured by or on behalf of the Company for attendance or participation in the meeting at one or more Meeting Location(s), the chairman of the meeting may suspend or adjourn the meeting. Such suspension or adjournment or the failure of electronic facilities or arrangements will not affect the validity of the meeting, or any business conducted at the meeting up to the point of suspension or adjournment, or any action taken pursuant to the meeting.
- (f) A person is able to exercise the right to speak at a general meeting when that person is in a position to communicate to all those attending the meeting, during the meeting, any information and opinion which that person has on the business of the meeting.
- (g) A person is able to exercise the right to vote at a general meeting when,
  - (i) that person is able to vote, during the meeting, on resolutions put to the vote at the meeting; and
  - (ii) that person's vote can be taken into account in determining whether or not those resolutions are passed at the same time as the votes of all the other persons attending the meeting.

- (h) In determining attendance at a general meeting, it is immaterial whether any two or more persons attending it are in the same Meeting Location as each other or how they are able to communicate with each other.
- (i) A person is regarded as attending a general meeting by using virtual meeting technology if:
  - (i) the person uses the virtual meeting technology specified in the notice of the meeting or as determined by the Directors or the chairman of the meeting pursuant to these Articles; and
  - (ii) where the person has the rights to listen, speak and vote at the meeting, the person is able to exercise them as stipulated in Articles 51B(f) and (g).
- (j) All persons seeking to attend and participate in a general meeting using virtual meeting technology shall be responsible for ensuring that they have access to the facilities (including systems, equipment and connectivity) which are necessary to enable them to do so. Any failure of these facilities accessed or used by any attendee shall not affect the validity of the meeting or any business conducted at the meeting or any action taken pursuant to the meeting.

#### **51C. Decision of Directors and Chairman of the Meeting**

Any decision of the Directors or the chairman of the meeting made in relation to a general meeting pursuant to these Articles or the Statutes shall be final and conclusive.

#### **52. Dissolving or adjournment of meeting if quorum not present**

If within thirty minutes from the time fixed for holding a general meeting (or a rearranged meeting) a quorum is not present, the meeting, if convened upon the requisition of members, shall be dissolved, but in any other case it shall stand adjourned to the same day in the next week (or if that day be a holiday, to the next business day) and at the same time and Meeting Location(s), as the original meeting, or to such other day, and at such other time and Meeting Location(s) as the chairman of the meeting may determine and the provisions of Articles 47, 48 and 49 as to notices and as to business to be transacted shall apply. If at such adjourned meeting a quorum is not present within thirty minutes from the time fixed for holding the meeting, the member or members present shall be a quorum and may transact the business for which the meeting was called.

**53. Chairman**

The Chairman (if any) of the Board or failing him any one of the Directors appointed for that purpose by the Board or, failing such appointment, by the members present, shall preside at every general meeting, but if no Director shall be present within fifteen minutes after the time fixed for holding the same or, if none of the Directors present is willing to preside, the members present and entitled to vote shall choose one of their number to preside as chairman of the meeting.

**54. Directors and other persons entitled to attend and speak**

Each Director shall be entitled to attend and speak at any general meeting of the Company and at any separate general meeting of the holders of any class of shares in the Company. The chairman of the meeting may invite any person to attend and speak at any general meeting of the Company whom the chairman considers to be equipped by knowledge or experience of the Company's business to assist in the deliberations of the meeting.

**55. Resolutions and amendments**

- (a) Subject to the Statutes, a resolution may only be put to the vote at a general meeting if the chairman of the meeting in his absolute discretion decides that the resolution may properly be regarded as within the scope of the meeting.
- (b) In the case of a resolution to be proposed as a special resolution no amendment may be made, at or before the time at which the resolution is put to the vote, to the form of the resolution as set out in the notice of meeting, except to correct a patent error or as may otherwise be permitted by law.
- (c) In the case of a resolution to be proposed as an ordinary resolution no amendment may be made, at or before the time at which the resolution is put to the vote (other than an amendment to correct a patent error), unless:
  - (i) in the case of an amendment to the form of the resolution as set out in the notice of meeting, written notice of the intention to move the amendment is lodged at the Office no later than forty-eight hours before the time fixed for the holding of the relevant meeting; or
  - (ii) in any case, the chairman of the meeting in his absolute discretion otherwise decides that the amendment or amended resolution may properly be put to the vote.

The giving of written notice under subparagraph (a) above shall not prejudice the power of the chairman of the meeting to rule the amendment out of order. With the consent of the chairman of the meeting, a person who proposes an amendment to a resolution may withdraw it before it is put to the vote.

- (d) If the chairman of the meeting rules a resolution or an amendment to a resolution admissible or out of order (as the case may be), the proceedings of the meeting or on the resolution in question shall not be invalidated by any error in his ruling. Any ruling by the chairman of the meeting in relation to a resolution or an amendment to a resolution shall be final and conclusive.

**56. Adjournment except due to quorum not present**

- (a) With the consent of any meeting at which a quorum is present the chairman of the meeting may (and shall if so directed by the meeting) adjourn the meeting to another time and/or Meeting Location(s).
- (b) Notwithstanding Article 56(a) and in addition to the power in Article 51B(e), the chairman of the meeting may in his absolute discretion at any time without the consent of the meeting adjourn the meeting (whether or not it has commenced or a quorum is present) to another time and/or Meeting Location(s) if in his opinion, it would facilitate the conduct of the business of the meeting to do so.
- (c) Whenever a meeting is adjourned for thirty days or more, notice of the adjourned meeting shall be sent or supplied in the same manner as in the case of the original meeting.
- (d) Save as aforesaid, no person shall be entitled to any notice of an adjournment or of the business to be transacted at an adjourned meeting. No business shall be transacted at any adjourned meeting other than the business which might have been transacted at the meeting from which the adjournment took place.

## **57. Voting**

- (a) At any general meeting, a resolution put to the vote of a meeting shall be decided by poll.
- (b) Votes may be cast by such means, electronic or otherwise, as the Board or the chairman of the meeting may determine.
- (c) The votes shall be taken as the chairman directs, and he shall appoint scrutineer(s) (who need not be member(s)) for the vote-taking. The result of the votes shall be the resolution of the meeting.
- (d) In the case of an equality of votes, the chairman of the meeting shall be entitled to a casting vote in addition to any other vote he may have.
- (e) A declaration by the chairman that a resolution has been carried or carried unanimously, or by a particular majority, or lost, or not carried by a particular majority, and an entry to that effect in the minutes of the meeting, shall be conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against the resolution. The chairman shall indicate the level of proxy votes for each resolution, and the balance for and against the resolution.
- (f) Subject to the provisions of the Articles, a resolution in writing signed by all members for the time being entitled to receive notice of and to attend and vote at general meetings shall be as valid as effective as if the same had been passed at a general meeting of the Company duly convened and held. A written notice of confirmation of such resolution in writing signed by or on behalf of a member shall be deemed to be his signature to such resolution in writing for the purposes of this Article. Such resolution in writing may consist of several documents each signed by or on behalf of one or more members. A resolution which is signed and sent by a member by cable, facsimile message, telex message or other electronic means shall be treated as being signed by him for the purpose of this Article.



## VOTES OF MEMBERS

### 58. Voting rights

- (a) All members shall have the right to attend, speak and vote at a general meeting except where a member is required by the GEM Listing Rules, to abstain from voting to approve the matter under consideration.
- (b) Subject to these Articles and to any special rights, privileges or restrictions as to voting for the time being attached to any shares of the Company, every member who (being an individual) is present in person or (being a corporation) is present by a duly authorised representative at any general meeting shall have one vote for every fully paid-up share of which he is the holder.
- (c) Where any member is, under the rules prescribed by the Stock Exchange, required to abstain from voting on any particular resolution or restricted to voting only for or only against any particular resolution, any vote cast by or on behalf of such member in contravention of such requirement or restriction shall not be counted.
- (d) Any corporation which is a member of the Company may, by resolution of its directors or other governing body or by power of attorney, authorise such person as it thinks fit to act as its representative at any meeting of the Company or of members of any class of shares of the Company and the person so authorised shall be entitled to exercise the same powers on behalf of the corporation which he represents as that corporation could exercise if it were an individual member of the Company and where a corporation is so represented, it shall be treated as being present at any meeting in person.

- (e) Where a member is a recognised clearing house (within the meaning of the SFO) or its nominee, it may authorise any number of person or persons as it thinks fit to act as its proxy (or proxies) or representative (or representatives) at any general meeting of the Company or any separate meeting of any class of members of the Company provided that, if more than one person so authorised, the instrument of proxy or authorisation must specify the number and class of shares in respect of which each such person is so authorised. Notwithstanding anything contained in these Articles, each person so authorised, and any instrument of proxy or authorisation signed by any officer of the recognised clearing house, shall be deemed to have been duly authorised without further evidence of the facts. The person so authorised will be entitled to exercise the same rights and powers on behalf of the recognised clearing house (or its nominee) as if such person was the registered holder of the shares of the Company held by that recognised clearing house (or its nominee), including the right to speak and vote on a poll.
- (f) In the case of joint holders the vote of the senior who tenders a vote shall be accepted to the exclusion of the votes of the other joint holders, and seniority shall be determined by the order in which the names of the holders stand in the Register.
- (g) Any person entitled under Article 38 to be registered as the holder of any shares may vote at any general meeting in respect thereof in the same manner as if he were the registered holder of such shares, provided that at least forty-eight hours before the time of the holding of the meeting or adjourned meeting (as the case may be) at which he proposes to vote, he shall satisfy the Board of his right to be registered as the holder of such shares or the Board shall have previously admitted his right to vote at such meeting in respect thereof.
- (h) A member of unsound mind or in respect of whom an order has been made by any court having jurisdiction (whether in Hong Kong or elsewhere) in lunacy may vote by his committee, receiver, curator bonis, or other person in the nature of a committee, receiver or curator bonis appointed by that court, and any such committee, receiver, curator bonis or other person may vote by proxy. If any member is a minor, he may vote by his guardian or one of his guardians who may give their votes personally or by proxy.
- (i) No member shall have the right to vote at any general meeting or at any separate meeting of the holders of any class of shares, either in person or by representative or proxy, in respect of any share held by him unless all amounts presently payable by him in respect of that share have been paid.

- (j) No objection shall be raised to the qualification of any voter or to the counting of, or failure to count, any vote, except at the meeting or adjourned meeting at which the vote objected to is given or tendered. Subject to any objection made in due time, every vote, whether given personally or by proxy, counted and not disallowed at the meeting shall be valid for all purposes. Any objection as to voting made in due time shall be referred to the chairman whose decision shall be final and conclusive.
- (k) At any general meeting, votes may be given either personally or by proxy or (in the case of a corporate member) by a duly authorised representative. A member entitled to more than one vote need not, if he votes, use all his votes or cast all the votes he uses the same way.

## **PROXIES**

### **59. Proxies**

- (a) Any member of the Company entitled to attend and vote at a meeting of the Company shall be entitled to appoint another person as his proxy to attend, speak and vote instead of him. A member may appoint more than one proxy to attend on the same occasion. A proxy need not be a member of the Company and a member may appoint more than one proxy to attend, speak and vote on the same occasion.
- (b) Receipt by the Company of an instrument of proxy shall not preclude a member from attending and voting in person at the meeting.
- (c) No instrument of proxy shall be valid except for the meeting mentioned in it and any adjournment of that meeting (including on any vote demanded at the meeting or any adjourned meeting). No instrument appointing a proxy shall be valid after the expiration of twelve months from the date named in it as the date of its execution.

### **60. Form of proxy**

- (a) An instrument appointing a proxy shall be in writing in any usual or common form or any other form which the Board shall from time to time approve or accept (provided that this shall not preclude the use of the two-way form) and
  - (i) in the case of an individual, signed by the appointor, or his attorney or agent duly authorised in writing or authenticated in accordance with Article 120(c); and

- (ii) in the case of a corporation, shall either be executed under its common seal or be signed on its behalf by its attorney, agent or officer duly authorised or authenticated in accordance with Article 120(c).
- (b) The Directors may require evidence of the authority of such attorney, agent or officer. In the absence of satisfactory evidence required by the Directors, the Company may treat an appointment of the relevant proxy as invalid.
- (c) The signature on such instrument need not be witnessed.

#### **61. Execution of proxies**

The instrument appointing a proxy to vote at a general meeting shall: (i) be deemed to confer authority to demand or join in demanding a poll and to vote on any amendment of a resolution put to the meeting for which it is given as the proxy thinks fit; and (ii) unless the contrary is stated therein, be valid as well for any adjournment of the meeting as for the meeting to which it relates. The Board may, but shall not be bound to, require evidence of the authority of any such agent or officer.

#### **62. Delivery of proxies**

- (a) The instrument appointing a proxy must be received by the Company in the manner set out in the notice convening the general meeting or by way of a note to, or in any document accompanying such notice or in any notice of adjournment or rearrangement (if sent) at least forty eight hours before the time fixed for holding the meeting or, as the case may be, the adjourned meeting or rearranged meeting and an instrument of proxy which is not so received by the Company shall not be treated as valid. In calculating the aforesaid notice periods, no account is to be taken of any part of a day that is a public holiday.
- (b) When two or more valid but differing instruments of proxy in respect of the same share for the same meeting have been received by the Company, the one which is last received (regardless of its date or of the date of its execution) shall be treated as replacing and revoking the others as regards that share. If the Company is unable to determine which was last received, none of them shall be treated as valid in respect of that share.

- (c) The appointment of a proxy shall not preclude a member from attending and voting in person at the meeting or poll concerned.
- (d) The Company may, at its absolute discretion, provide an electronic address or an electronic platform for the receipt of any document or information relating to proxies for a general meeting (including any instrument of proxy or invitation to appoint a proxy, any document necessary to show evidence of authority, the validity of, or otherwise relating to, an appointment of proxy and notice of termination of the authority of a proxy).
- (e) If such an electronic address or electronic platform is provided, the Company shall be deemed to have agreed that any such document or information (relating to proxies as aforesaid) may be sent by electronic means to that address or electronic platform, subject as hereafter provided and subject to any other limitations or conditions specified by the Company when providing the electronic address or electronic platform.
- (f) Without limitation, the Company may from time to time determine that any such electronic address or electronic platform may be used generally for such matters or specifically for particular meetings or purposes and, if so, the Company may provide different electronic addresses or electronic platforms for different purposes. The Company may also impose any conditions on the transmission of and its receipt of such electronic communications including, to avoid doubt, imposing any security or encryption arrangements as may be specified by the Company.
- (g) Notwithstanding paragraphs (d) to (f) above, if any document or information required to be sent to the Company in the manner set out under Article 120 and this Article is sent to the Company by electronic means, such document or information is not treated as validly delivered to the Company if the same is not received by the Company at its designated electronic address or electronic platform in accordance with paragraphs (d) to (f) above, or if no electronic address or electronic platform has been designated by the Company for the receipt of such document or information.
- (h) No instrument of proxy shall be valid except for the meeting or meetings mentioned therein and any adjournment or rearrangement thereof.

**63. Notice of revocation of authority**

A vote given by proxy or a representative of a corporation shall be valid notwithstanding the previous termination of the authority of the person voting or (until entered in the Register) the transfer of the share in respect of which the appointment of the relevant person was made unless notice of termination was received at the Office (or at such other place at which the instrument of proxy was duly deposited) at least six hours before the time fixed for holding the meeting or adjourned meeting or rearranged meeting at which the vote is given or shall have been received by the Secretary or the chairman of the meeting on the day and at the place, but before the start, of the meeting or adjourned meeting or rearranged meeting.

**BOARD OF DIRECTORS**

**64. Constitution of Board**

- (a) Unless otherwise determined by an ordinary resolution of the members of the Company, the number of Directors (other than alternate Directors) shall be not less than two and there shall be no maximum number of Directors.
- (b) The Company shall keep in accordance with the Statutes a register containing the names and addresses of its Directors and shall from time to time notify the registrar of Companies any change that takes place in such Directors as required by the Statutes.

**65. Directors need not be members and age of Directors**

A Director need not be a member of the Company. No person is required to vacate office or be ineligible for re-election or re-appointment as a Director, and no person is ineligible for appointment as a Director, by reason only of his having attained any particular age.

## **APPOINTMENT, RETIREMENT AND REMOVAL OF DIRECTORS**

### **66. Appointment of Directors by the Company**

- (a) Subject to these Articles, the Company may by ordinary resolution appoint any person to be a Director, either to fill a casual vacancy or as an additional Director.
- (b) No person (other than a Director retiring in accordance with these Articles) shall be appointed or re-appointed a Director at any general meeting under paragraph (a) above unless:
  - (i) he is recommended by the Board; or
  - (ii) not earlier than the day after the despatch of the notice of the meeting and not later than seven days prior to the date fixed for the meeting there has been given to the Secretary, by a member (other than the person to be proposed) entitled to vote at the meeting, notice of his intention to propose a resolution for the appointment or reappointment of that person and a notice executed by that person of his willingness to be appointed or re-appointed.

### **67. Separate resolutions for appointment of each Director**

Every resolution of a general meeting for the appointment of a Director shall relate to one named person and a single resolution for the appointment of two or more persons shall be void, unless a resolution that it shall be so proposed has been first agreed to by the meeting without any vote being cast against it.

## **68. The Board's power to appoint Directors**

Without prejudice to the power of the Company in general meeting in accordance with any of the provisions of these Articles to appoint any person to be a Director, the Board may, at any time, and from time to time, appoint any person to be a Director, either to fill a casual vacancy or by way of addition to their number so long as the number of Directors does not exceed the maximum number determined from time to time (if any) by the shareholders in any general meeting. Any Director so appointed to fill a casual vacancy or as an addition to the Board shall hold office only until the first annual general meeting of the Company after his appointment and shall then be eligible for re-election at such meeting, provided that any Director who so retires shall not be taken into account in determining the Directors or the number of Directors who are to retire by rotation at such meeting.

## **69. Retirement of Directors**

- (a) At each annual general meeting, one-third of the Directors for the time being, or, if their number is not three or a multiple of three, then the number of Directors nearest to but not less than one-third of the total number of Directors (or such other number as may be required under applicable legislation), shall retire from office by rotation provided that every Director shall be subject to retirement at least once every three years. The Directors to retire in every year shall be those who have been longest in office since their last election but as between persons who become Directors on the same day, the Directors to retire shall be (unless otherwise agreed amongst themselves) in order by which such Directors were appointed on the day of their last election.
- (b) A retiring Director shall (unless he is removed from office or his office is vacated in accordance with these Articles) retain office until the close of the meeting at which he retires or (if earlier) when a resolution is passed at that meeting not to fill the vacancy or to appoint another person in his place or the resolution to re-appoint him is put to the meeting and lost.
- (c) A retiring Director shall be eligible for reappointment.



- (d) Subject to the provisions of these Articles, if the Company, at any meeting at which a Director retires in accordance with these Articles by rotation or otherwise, does not fill the office vacated by such Director, the retiring Director, if willing to act, shall be deemed to be reappointed, unless at the meeting a resolution is passed not to fill the vacancy or to appoint another person in his place or unless the resolution to re-appoint him is put to the meeting and lost.

#### **70. Removal of Directors**

- (a) The Company may by ordinary resolution remove any Director (including a managing Director or other executive Director) before his period of office has expired notwithstanding anything in these Articles or in any agreement between him and the Company (but without prejudice to any claim which such Director may have for damages for breach of any contract between him and the Company) and may, if thought fit, by ordinary resolution appoint another person in his stead. Any person so appointed shall hold office during such time only as the Director in whose place he is elected would have held the same if he had not been removed.
- (b) Any removal of a Director under this Article shall be without prejudice to any claim which such Director may have for damages for breach of any agreement between him and the Company.

#### **71. Vacation of office of Director**

The office of a Director shall ipso facto be vacated:

- (a) if he ceases to be a Director by virtue of any provision of the Statutes or he becomes prohibited by law or court order from being a Director; or
- (b) if he becomes bankrupt or a receiving order is made against him or he makes any arrangement or composition with his creditors generally; or
- (c) if he is, or may be, suffering from mental disorder and an order is made by a court claiming jurisdiction in that behalf (whether in Hong Kong or elsewhere) in matters concerning mental disorder for his detention or for the appointment of a receiver, curator bonis or other person by whatever name called to exercise powers with respect to his property or affairs; or

- (d) if for more than six consecutive months both he and any alternate Director appointed by him are absent, without special leave of absence from the Board, from meetings of the Board held during that period, and the Board resolves that his office be vacated by reason of such absence; or
- (e) he shall be removed from office by notice in writing served upon him signed by all the other Directors other than himself; or
- (f) if he gives to the Company notice of his wish to resign, in which event he shall vacate office on the delivery of that notice to the Company or such later time as is specified in such notice; or
- (g) if he is removed by ordinary resolution of the Company in accordance with the Statutes; or
- (h) if he is convicted of an indictable offence.

If the office of a Director is vacated for any reason, he shall cease to be a member of any committee or sub-committee appointed by the Board.

## **72. Appointment of Directors to hold executive offices**

- (a) The Board may appoint one or more Directors to hold any executive office under the Company (including that of Chairman, Chief Executive Officer or Chief Financial Officer) for such period (subject to the Statutes and the applicable rules prescribed by the Stock Exchange from time to time) and on such terms as it may decide and may revoke or terminate any appointment so made without prejudice to any claim for damages for breach of any contract of service between the Director and the Company.
- (b) The remuneration of a Director appointed to any executive office shall be fixed by the Board and may be by way of salary, commission, participation in profits or otherwise and either in addition to or inclusive of his remuneration as a Director.
- (c) A Director appointed as Chairman shall automatically cease to hold that office if he ceases to be a Director but without prejudice to any claim for damages for breach of any contract of service between him and the Company. A Director appointed as Chief Executive Officer or any other management position shall not automatically cease to hold that office if he ceases to be a Director unless the contract or any resolution under which he holds office expressly states that he shall, in which case that cessation shall be without prejudice to any claim for damages for breach of any contract of service between him and the Company.

## **ALTERNATE DIRECTORS**

### **73. Power to appoint alternate Directors**

- (a) Each Director may appoint another Director or any other person who is willing to act as his alternate and may remove him from that office. The appointment as an alternate Director of any person who is not himself a Director shall be subject to the approval of a majority of the Directors or a resolution of the Board.
- (b) An alternate Director shall be entitled to receive notice of all Board meetings and of all meetings of committees of which the Director appointing him is a member, to attend and vote at any such meeting at which the Director appointing him is not personally present and at the meeting to exercise and discharge all the functions, powers and duties of his appointor as a Director and for the purposes of the proceedings at the meeting these Articles shall apply as if he were a Director.
- (c) Every person acting as an alternate Director shall (except as regards power to appoint an alternate and remuneration) be subject in all respects to these Articles relating to Directors and shall alone be responsible to the Company for his acts and defaults (including any tort committed by him) and shall not be deemed to be the agent of the Director appointing him. An alternate Director may be paid expenses and shall be entitled to be indemnified by the Company to the same extent as if he were a Director but shall not be entitled to receive from the Company any fee in his capacity as an alternate Director.
- (d) Every person acting as an alternate Director shall have one vote for each Director for whom he acts as alternate, in addition to his own vote if he is also a Director, but he shall count as only one for the purpose of determining whether a quorum is present.
- (e) Any person appointed as an alternate Director shall vacate his office as alternate Director if the Director by whom he has been appointed vacates his office as Director (otherwise than by retirement at a general meeting of the Company at which he is reappointed) or removes him by notice to the Company or on the happening of any event which, if he is or were a Director, causes or would cause him to vacate that office.
- (f) Every appointment or removal of an alternate Director shall be made by notice in writing and shall be effective (subject to paragraph (a) above) on receipt by the Secretary.

## **REMUNERATION AND EXPENSES**

### **74. Remuneration of Directors and expenses**

- (a) Each of the Directors shall be entitled to receive by way of remuneration for their services such sum as shall from time to time be determined by the remuneration committee established by the Board with a majority of the members being independent non-executive Directors makes recommendations to the Board, such sum (unless otherwise directed by the decision of the remuneration committee) to be divided amongst the Directors in such proportions and in such manner as the Directors may agree, or failing agreement, equally, except that in such event any Director holding office for less than the whole of the relevant period in respect of which the remuneration is paid shall only rank in such division in proportion to the time during such period for which he has held office. The foregoing provisions shall not apply to a Director who holds any salaried employment or office in the Company except in the case of sums paid in respect of Director's fees.
- (b) The Directors shall also be paid out of the funds of the Company all their travelling, hotel and other expenses reasonably and properly incurred by them in and about the discharge of their duties, including their expenses of travelling to and from meetings of the Board, or committee meetings, or general meetings (subject always to the provisions of any agreement between the Company and any Director).

### **75. Special remuneration**

The Board may grant special remuneration to any Director who, being called upon, shall perform any special or extra services to or at the request of the Company which in the opinion of the Board, goes beyond the scope of the ordinary duties of a Director. Such special remuneration may be made payable to such Director in addition to or in substitution for his ordinary remuneration (if any) as a Director, and may, without prejudice to the provisions of Article 74, be made payable by way of a bonus, commission, participation in profits or otherwise as the Directors may decide.

## **POWERS OF THE BOARD**

### **76. General powers of the Board to manage Company's business**

- (a) The business of the Company shall be managed by the Board which may exercise all the powers of the Company, subject to the Statutes, these Articles and any ordinary resolution of the Company. No alteration of these Articles shall invalidate any prior act of the Board which would have been valid if the same had not been passed or made.
- (b) The general powers given by this Article shall not be limited or restricted by any special authority or power given to the Board by any other Article or by any resolution of the Company in general meeting, and a meeting of the Directors at which a quorum is present may exercise all powers exercisable by the Directors.
- (c) All cheques, promissory notes, drafts, bills of exchange, and other negotiable or transferable instruments, and all receipts for moneys paid to the Company, shall be signed, drawn, accepted, endorsed, or otherwise executed, as the case may be, in such manner as the Directors shall from time to time by resolution determine.

### **77. Power to borrow money**

- (a) The Board may from time to time at their discretion exercise all the powers of the Company to raise or borrow money, and to mortgage or charge the whole or any part of its undertaking, property, assets (both present and future) and uncalled capital, or any part thereof, and (subject, to the extent applicable, to the provisions of the Statutes) to issue debentures, debenture stock, bonds and other securities, whether outright or as collateral security for any debt, liability or obligation of the Company or of any third party.
- (b) Debentures, debenture stock, bonds and other securities may be made assignable free from any equities between the Company and the person to whom the same may be issued. Any debentures, debenture stock, bonds or other securities may be issued at a discount, premium or otherwise and with any special privileges as to redemption, surrender, drawings, allotment of shares, attending and voting at general meetings of the Company, appointment of Directors or otherwise.

- (c) The Directors shall cause a proper register to be kept in accordance with the provisions of the Ordinance, of all mortgages and charges specifically affecting the property of the Company and shall duly comply with the requirements of the Ordinance in regard to the registration of mortgages and charges therein specified and otherwise. If the Company issues a series of debentures or debenture stock not transferable by delivery, the Board shall cause a proper register to be kept of the holders of such debentures in accordance with the provisions of the Ordinance.
- (d) Where any uncalled capital of the Company is charged, all persons taking any subsequent charge thereon shall take the same subject to such prior charge, and shall not be entitled, by notice to the members or otherwise, to obtain priority over such prior charge.

**78. Provision for employees**

The Board may exercise any of the powers conferred by the Statutes to make provision for the benefit of employees or former employees of the Company or any of its subsidiaries in connection with the cessation or the transfer to any person of the whole or part of the undertaking of the Company or any of its subsidiaries.

**MANAGING DIRECTOR AND EXECUTIVE DIRECTORS**

**79. Managing and executive Directors**

The Board may from time to time appoint one or more of its body to the office of managing Director, executive Director or to any other office or employment under the Company (except that of Auditors) for such period and on such terms as they think fit, and may also allow any person appointed to be a Director to continue in any other office or employment held by him before he was so appointed, and, subject to the terms of any agreement entered into in any particular case, may revoke such appointment.

**80. Remuneration of managing and executive Directors**

Subject to outstanding agreements, the remuneration of any managing Director, executive Director or person holding such office or employment for his services as such shall be determined by the remuneration committee and (without limiting the generality of the foregoing) may include his admission to or retention of membership of any schemes, funds or policies instituted, financed or contributed to by the Company or any subsidiary thereof for the provision of pensions, life assurance or other benefits for Directors or their dependents, or for the payment of pension or other benefits to him or his dependents on or after retirement or death, irrespective of membership of any such scheme or fund.

**81. Powers of managing and executive Directors**

The Board may entrust to and confer upon a managing Director, executive Director or other office holder any of the powers exercisable by them upon such terms and conditions and with such restrictions as they may think fit, and either collaterally with or to the exclusion of their own powers, and may from time to time revoke, withdraw, alter or vary all or any of such powers.

**DELEGATION OF BOARD'S POWER**

**82. Delegation to individual Directors**

The Board may entrust to and confer upon any Director any of its powers, authorities and discretions (with power to sub-delegate) on such terms and conditions as it thinks fit and may revoke or vary all or any of them, but no person dealing in good faith shall be affected by any revocation or variation.

### **83. Committees**

- (a) The Board may delegate any of its powers, authorities and discretions (with power to sub-delegate) to any committee consisting of such person or persons (whether Directors or not) as it thinks fit, provided that the majority of the members of the committee are Directors and that no meeting of the committee shall be quorate for the purpose of exercising any of its powers, authorities or discretions unless a majority of those present are Directors. The Board may make any such delegation on such terms and conditions as it thinks fit and may revoke or vary any such delegation and discharge any committee wholly or in part, but no person dealing in good faith shall be affected by any revocation or variation. Any committee so formed shall, in the exercise of the powers, authorities and discretions so delegated, conform to any regulations that may be imposed on it by the Board.
- (b) The proceedings of a committee with two or more members shall be governed by any regulations imposed on it by the Board and (subject to such regulations) by these Articles regulating the proceedings of the Board so far as they are capable of applying.

### **84. Powers of attorney**

The Board may by power of attorney or otherwise appoint any person to be the agent of the Company on such terms (including terms as to remuneration) as it may decide and may delegate to any person so appointed any of its powers, authorities and discretions (with power to subdelegate). The Board may remove any person appointed under this Article and may revoke or vary the delegation, but no person dealing in good faith shall be affected by the revocation or variation.



## **DIRECTORS' INTERESTS**

### **85. Power of Directors to hold offices of profit and to contract with Company**

- (a) Subject always to the Statutes and the GEM Listing Rules, no Director or intending Director shall be disqualified by his office from entering into any contract or arrangement with the Company, either with regard to his tenure of any office or position in the management, administration or conduct of the business of the Company or as vendor, purchaser or otherwise, nor (subject to the interest of the Director being duly declared) shall any contract or arrangement entered into by or on behalf of the Company in which any Director is in any way interested, be liable to be avoided, nor shall any Director so contracting or being so interested be liable to account to the Company for any benefit realised by any such contract or arrangement by reason of such Director holding that office or of the fiduciary relationship established by his holding that office, provided that such Director holding that office shall disclose the nature and extent of his interest in any contract or arrangement in which he is interested as required by and subject to the provisions of the Ordinance.
- (b) A Director may hold any other office or place of profit with the Company (except that of the Auditor) in conjunction with his office of Director for such period (subject to the Statutes) and upon such terms as the Board may decide and may be paid such extra remuneration for so doing (whether by way of salary, commission, participation in profits or otherwise) as the Board may decide, either in addition to or in lieu of any remuneration under any other provision of these Articles.
- (c) Subject always to the Statutes and the GEM Listing Rules, any Director may act by himself or his firm in a professional capacity for the Company (otherwise than as Auditor), and he or his firm shall be entitled to remuneration for professional services as if he were not a Director.

- (d) Subject always to the Statutes and the GEM Listing Rules, any Director may continue to be or become a member or director of, or hold any other office or place of profit under, any other company in which the Company may be interested, and no such Director shall be accountable for any dividend, remuneration, superannuating payment or other benefits received by him as a member or director of, or holder of any other office or place of profit under, any such other company. The Board may also cause any voting power conferred by the shares in any other company held or owned by the Company or any power of appointment to be exercised in such manner in all respects as it thinks fit (including the exercise of the voting power or power of appointment in favour of the appointment of the Directors or any of them as directors or officers of the other company or in favour of the payment of any benefit to the directors or officers of the other company).
- (e) Subject always to any further restrictions of requirements imposed by the Statutes and/or the GEM Listing Rules, a Director who is in any way, whether directly or indirectly, interested in a contract or proposed contract or arrangement with the Company shall, if his interest in such contract or proposed contract is material, declare the nature of his interest at a meeting of the Board at which the question of entering into the contract is first taken into consideration, if he knows his interest then exists, or in any other case at the first meeting of the Board after he knows that he is or has become so interested. For the purposes of this Article, a general notice given to the Board by a Director to the effect that:
- (i) he is a member of a specified company or firm and is to be regarded as interested in any other contract which may after the date of the notice be made with that company or firm; or
  - (ii) he is to be regarded as interested in any contract which may after the date of the notice be made with a specified person who is connected with him,

shall be deemed to be a sufficient declaration of interest under this Article in relation to any such contract but no such notice shall be effective unless either it is given at a Board meeting or the Director takes reasonable steps to secure that it is brought up and read at the next Board meeting after it is given.

- (f) A Director shall not vote (or be counted in the quorum at a meeting) in respect of any resolution concerning his own appointment (including fixing or varying its terms), or the termination of his own appointment, as the holder of any office or place of profit with the Company or any other company in which the Company is interested but, where proposals are under consideration concerning the appointment (including fixing or varying its terms), or the termination of the appointment, of two or more Directors to offices or places of profit with the Company or any other company in which the Company is interested, those proposals may be divided and a separate resolution may be put in relation to each Director and in that case each of the Directors concerned (if not otherwise debarred from voting under this Article) shall be entitled to vote (and be counted in the quorum) in respect of each resolution unless it concerns his own appointment or the termination of his own appointment.
- (g) A Director shall also not vote (or be counted in the quorum at a meeting) in relation to any resolution relating to any contract or arrangement or other proposal in which he has or any of his close associates or associates have a material interest and, if he purports to do so, his vote shall not be counted, but this prohibition shall not apply and a Director may vote (and be counted in the quorum) in respect of any resolution concerning any one or more of the following matters:
- (i) any contract or arrangement for the giving to the Director or any of his close associates of any indemnity or security in respect of money lent to, or obligations undertaken by him or any of his close associates at the request of, or for the benefit of, the Company or any of its subsidiaries;
  - (ii) any contract or arrangement for the giving to a third party of any guarantee, indemnity or security in respect of a debt or obligation of the Company or any of its subsidiaries for which the Director or any of his close associates has assumed responsibility in whole or in part and whether alone or jointly under a guarantee or indemnity or by the giving of security;
  - (iii) any proposal concerning an offer of shares or debentures or other securities of or by the Company or any other company which the Company may promote or be interested in for subscription or purchase where the Director or his associates is intending to become interested as a participant in the underwriting or sub-underwriting of the offer;

- (iv) any contract or arrangement in which the Director or any of his close associates is interested in the same manner as other holders of shares or debentures or other securities of the Company by virtue only of his or their interest in shares or debentures or other securities of the Company;
  - (v) any proposal or arrangement concerning the benefit of employees of the Company or its subsidiaries including the adoption, modification or operation of a pension fund or retirement, death or disability benefit scheme, which relates to the Director, his close associates and employees of the Company or any subsidiaries and does not accord to any Director or his close associates as such any privilege or advantage not generally accorded to the employees to whom such arrangement relates; and
  - (vi) any proposal or arrangement concerning the adoption, modification or operation of any employees' share scheme or any share incentive or share option scheme for the benefit of the employees of the Company or any of its subsidiaries under which the Director or his close associates may benefit.
- (h) Where a company in which a Director and any of his associates in aggregate own five per cent (5%) or more is materially interested in a contract, he also shall be deemed materially interested in that contract.
- (i) In the case of an alternate Director, an interest of his appointer shall be treated as an interest of the alternate in addition to any interest which the alternate otherwise has.
- (j) If any question arises at any meeting as to the materiality of an interest of a Director (other than the chairman of the meeting) and any of his associates or as to the entitlement of any Director (other than the chairman of the meeting) to vote and the question is not resolved by his voluntarily agreeing to abstain from voting, the question shall be referred to the chairman of the meeting and his ruling in relation to the Director concerned shall be final and conclusive except in a case where the nature or extent of the interest of the Director or any of his associates concerned, so far as known to him, has not been fairly disclosed. If any question shall arise in respect of the chairman of the meeting or any of his associates and is not resolved by his voluntarily agreeing to abstain from voting, the question shall be decided by a resolution of the Board (for which purpose the chairman shall be counted in the quorum but shall not vote on the matter) and the resolution shall be final and conclusive except in a case where the nature or extent of the interest of the chairman or any of his associates, so far as known to him, has not been fairly disclosed.

- (k) For the purposes of this Article:
- (i) references to a contract include references to any proposed contract and to any transaction or arrangement whether or not constituting a contract; and
  - (ii) “subsidiary” has the same meaning as defined in the GEM Listing Rules as amended from time to time.
- (l) Subject to the Statutes, the Company may by ordinary resolution suspend or relax the provisions of this Article to any extent or ratify any transaction not duly authorised by reason of a contravention of this Article.

## **PROCEEDINGS OF THE DIRECTORS**

### **86. Board meetings**

The Board may meet together for the despatch of business, adjourn and otherwise regulate its meetings and proceedings as it thinks fit. A Director at any time may, and the Secretary at the request of a Director at any time shall, summon a Board meeting.

### **87. Notice of meetings**

Notice of Board meetings shall be given to all Directors. Notice of a Board meeting shall be deemed to be duly given to a Director if it is given to him personally or by word of mouth or given in writing to him electronically at his specified email address or at his last known address or any other address given by him to the Company for this purpose. A Director absent or intending to be absent from Hong Kong may request the Board that notices of Board meetings shall during his absence be sent in writing to him at his last known address or any other address given by him to the Company for this purpose, but such notices need not be given any earlier than notices given to Directors not so absent and in the absence of any such request it shall not be necessary to give notice of a Board meeting to any Director who is for the time being absent from Hong Kong. A Director may waive notice of any meeting either prospectively or retrospectively.

**88. Quorum**

The quorum necessary for the transaction of the business of the Board may be fixed by the Board and unless so fixed at any other number, two Directors shall be a quorum. For the purpose of this Article an alternate Director shall be counted in a quorum but, notwithstanding that an alternate Director is also a Director or is an alternate for more than one Director, he shall for quorum purposes count as only one Director.

**89. Chairman to preside**

The Chairman shall, if present and willing, preside at all meetings of the Board, but if no such Chairman be appointed, or if he is not present within five minutes after the time fixed for holding the meeting or is unwilling to act as chairman of the meeting, the Directors present shall choose one of their number to act as chairman of the meeting.

**90. Competence of Board meetings and continuing Directors to act**

- (a) Subject to Article 90(b), a Board meeting at which a quorum is present shall be competent to exercise all or any of the powers, authorities and discretions for the time being vested in or exercisable by the Board generally.
- (b) The continuing Directors or the sole continuing Director at any time may act notwithstanding any vacancy in their number but, if and so long as the number of Directors is reduced below the minimum number fixed by or in accordance with these Articles or is below the number fixed by or in accordance with these Articles as the quorum or there is only one continuing Director, the continuing Directors or Director may act for the purpose of filling vacancies or of summoning a general meeting of the Company, but for no other purpose.

**91. Voting**

Subject to Article 92, questions arising at any Board meeting shall be determined by a majority of votes. In the case of an equality of votes the chairman of the meeting shall have a second or casting vote.

## **92. Resolutions in writing and telephone meetings**

- (a) A resolution in writing signed or approved in writing by all the Directors entitled to notice of a meeting of the Board or by all the members of a committee for the time being shall be as valid and effectual as if it had been passed at a meeting of the Board or, as the case may be, such committee duly called and constituted. Such resolution may be contained in one document or in several documents in like form, each signed or approved by one or more of the Directors concerned or the members of the committee concerned.
- (b) A meeting of the Board or of a committee may consist of a conference between Directors or members of the committee some or all of whom are in different places provided that each Director, or as the case may be, member of the committee who participates is able:
  - (i) to hear each of the other participating Directors or members of the committee addressing the meeting; and
  - (ii) if he so wishes, to address all of the other participating Directors or members of the committee simultaneously,

whether directly, by conference telephone or by any other form of communications equipment (whether or not such equipment is available when this Article is adopted) or by a combination of those methods;

- (iii) a quorum is deemed to be present if those conditions are satisfied in respect of at least the number of Directors or members of the committee required to form a quorum; and
- (iv) a meeting held in this way is deemed to take place at the place where the largest group of participating Directors or, as the case may be, members of the committee is assembled or, if no such group is readily identifiable, at the place from where the chairman of the meeting participates.

**93. Validity of acts of Directors and committee members**

All acts bona fide done by any meeting of the Board, or of a committee, or by any person acting as a Director or a member of a committee, shall, notwithstanding that it is afterwards discovered that there was some defect in the appointment of any member of the Board or committee or of the person so acting, or that they or any of them were disqualified or had vacated office or were not entitled to vote, be as valid as if every such person had been duly appointed and qualified to be a Director or committee member and had continued to be a Director or committee member and had been entitled to vote.

**94. Minutes**

The Board shall cause minutes to be made in books kept for the purpose:

- (a) of all appointments of officers made by the Board;
- (b) of the names of all the Directors present at each meeting of the Board and of the names of all the members present at each meeting of any committee; and
- (c) of all resolutions and proceedings of all meetings of the Company and of any class of members, and of the Board and of any committee,

and any such minutes shall be conclusive evidence of any such proceedings if they purport to be signed by the chairman of the meeting, by the Secretary, by a designated person appointed by the Board for meetings of the Company or the Board or by the committee for meetings of the committee, by the chairman of the succeeding meeting or by such Directors or members which were present or which passed such resolutions at the proceedings.



## **SECRETARY**

### **95. Appointment of Secretary**

The Secretary shall be appointed by the Board for such term, at such remuneration and upon such conditions as it may think fit, and the Board may remove from office any person so appointed (without prejudice to any claim for damages for breach of any contract between him and the Company) be removed by the Board. Anything by the Ordinance or these Articles required or authorised to be done by or to the Secretary, if the office is vacant or there is for any other reason no Secretary capable of acting, may be done by or to any assistant or deputy Secretary, or if there is no assistant or deputy Secretary capable of acting, by or to any officer of the Company authorised generally or specially in that behalf by the Board. In the event that the Secretary appointed is a corporation or other body, it may act and sign by the hand of any one or more of its Directors or officers duly authorised.

The Secretary shall, if an individual, ordinarily reside in Hong Kong and, if a body corporate, have its registered office or a place of business in Hong Kong.

### **96. Dual capacity**

A provision of the Statutes or these Articles requiring or authorising a thing to be done by or to a Director and the Secretary shall not be satisfied by its being done by or to the same person acting both as Director and as, or in place of, the Secretary.

## **SEAL**

### **97. Seal**

- (a) The Board shall provide for the safe custody of every seal of the Company.
- (b) The Company may exercise the powers conferred by the Statutes with regard to having official seals, and such powers shall be vested in the Board. Whenever in these Articles reference is made to a seal the reference shall, when and so far as may be applicable, be deemed to include any such official seals as aforesaid.

- (c) A seal shall be used only by the general or special authority of a resolution of the Board, or of a committee of the Board authorised in that behalf. The Board may from time to time make such regulations as it thinks fit (subject to the provisions of these Articles) determining the persons and the number of such persons who shall sign every instrument to which a seal is affixed. Until otherwise so determined, every such instrument shall be signed by any one Director and the Secretary or any two Directors or any one or more persons authorised for the purpose by the Directors, and, in favour of any purchaser or person bona fide dealing with the Company, the signatures of such persons shall be conclusive evidence of the fact that a seal has been properly affixed.
- (d) Every certificate of shares, debentures, debenture stock or representing any other form of securities of the Company (other than letters of allotment, receipts for securities or certificates of deposit) shall be issued under a seal or under any official seal kept by the Company pursuant to section 126 of the Ordinance.
- (e) Each certificate to which a seal shall be affixed by mechanical means or by way of imprinting of the securities seal thereon shall bear the autographic signature of at least one Director and the Secretary or at least two Directors or any one or more other persons authorised for the purpose by the Board, provided that the Board may by resolution determine (either generally or in any particular case or cases) that such signatures shall be dispensed with, or shall be affixed by means of some method or system of mechanical signature.

## **AUTHENTICATION OF DOCUMENTS**

### **98. Power to authenticate Company's documents**

Any Director or the Secretary or any person appointed by the Directors for the purpose shall have power to authenticate any documents affecting the constitution of the Company and any resolutions passed by the Company or the Board or any committee, and any books, records, documents and accounts relating to the business of the Company, and to certify copies thereof or extracts therefrom as true copies or extracts; and where any books, records, documents or accounts are elsewhere than at the Office the local manager or other officer of the Company having the custody thereof shall be deemed to be a person appointed by the Board as aforesaid. A document purporting to be a copy of a resolution, or an extract from the minutes of a meeting, of the Company or of the Board or any committee which is certified as aforesaid shall be conclusive evidence in favour of all persons dealing with the Company upon the faith thereof that such resolution has been duly passed or, as the case may be, that any minute so extracted is a true and accurate record of proceedings at a duly constituted meeting.

## **DIVIDENDS**

### **99. Declaration of dividends**

- (a) Subject to the provisions of the Statutes, the Company may, from time to time, by ordinary resolution, declare a dividend to be paid to the members, according to their respective rights and interests in the profits, and may fix the time for payment of such dividend, but no dividend shall exceed the amount recommended by the Board.
- (b) No dividend shall be paid otherwise than out of profits in accordance with the provisions of the Ordinance. No dividend shall be paid or distribution made out of the profits available for the purpose if to do so would render the Company unable to pay its liabilities as they become due or cause the amount of its net assets to become less than the aggregate of its called up share capital and undistributable reserve.

### **100. Fixed and interim dividends**

The Board may from time to time pay to members such interim dividends as appear to the Board to be justified by the profits of the Company and in particular (but without prejudice to the generality of the foregoing) if at any time the share capital of the Company is divided into different classes, the Board may pay such interim dividends in respect of those shares in the capital of the Company which confer on the holders thereof deferred or non-preferential rights as well as in respect of those shares which confer on the holders thereof preferential rights with regard to dividend, and provided that the Board acts in good faith, the Board shall not incur any responsibility to the holders of shares conferring any preference for any damage that they may suffer by reason of the payment of an interim dividend on any shares having deferred or non-preferential rights and may also pay any fixed dividend which is payable on any shares of the Company half-yearly or on any other dates, whenever such profits, in the opinion of the Board, justifies such payment.

### **101. Calculation of dividends**

Except insofar as the rights attaching to, or the terms of issue of, any share otherwise provide:

- (a) all dividends shall be declared and paid according to the amounts paid up on the shares in respect of which the dividend is paid, but no amount paid up on a share in advance of calls shall be treated for the purposes of this Article as paid up on the share; and

- (b) all dividends shall be apportioned and paid pro rata according to the amounts paid up on the shares during any portion or portions of the period in respect of which the dividend is paid.

#### **102. Method of payment**

- (a) The Company may pay any dividend or other sum payable in respect of a share in cash or by cheque, warrant, order or similar financial instrument and may send the same by post to the registered address of the holder or in the case of joint holders to the registered address of that person whose name stands first in the Register, or to such person and address as the holder or joint holders may direct in writing. Every cheque, warrant, order or similar financial instrument is sent at the risk of the person or persons entitled to the money represented by it and shall, unless the holder or joint holder otherwise direct, be made payable to the order of the holder or, in the case of joint holders, to the holder whose name stands first in the Register and the payment of the cheque, warrant, order or similar financial instrument by the bank on which it is drawn shall be a good discharge to the Company.
- (b) In addition, any such dividend or other sum may be paid by a bank or other funds transfer system or by such other means and to or through such person as the holder or joint holders may direct in writing, and the Company shall have no responsibility for any sums lost or delayed in the course of any such transfer or when it has acted on any such direction.
- (c) Any joint holder or other person jointly entitled to any share may give an effective receipt for all dividends and other moneys paid in respect of the share.
- (d) Any dividend or other sum payable in respect of any share may be paid to a person or persons entitled by transmission to that share as if he or they were the holder or joint holders of that share and his address (or the address of the first named of two or more persons jointly entitled) noted in the Register were the registered address.

#### **103. Dividends not to bear interest**

No dividend or other moneys payable by the Company on or in respect of any share shall bear interest as against the Company.

#### **104. Calls or debts may be deducted from dividends**

The Board may deduct from any dividend or other moneys payable to any person (either alone or jointly with another) on or in respect of a share all such sums as may be due from him (either alone or jointly with another) to the Company on account of calls or otherwise in relation to shares of the Company.

#### **105. Unclaimed dividends**

All dividends, interest or bonuses or other sums payable unclaimed for one year after having been declared may be invested or otherwise made use of by the Board for the benefit of the Company until claimed. Any dividends, interest or bonuses or other sums payable unclaimed after a period of six years from the date of declaration shall be forfeited and shall revert to the Company. The payment by the Board of any unclaimed dividend or other sums payable or in respect of a share into a separate account shall not constitute the Company a trustee in respect thereof.

#### **106. Scrip dividends**

- (a) Whenever the Board or the Company in general meeting has resolved that a dividend be paid or declared on the share capital of the Company, the Board may further resolve either (i) that such dividend be satisfied wholly or in part in the form of an allotment of shares credited as fully paid up, provided that the members entitled thereto will be entitled to elect to receive such dividend (or part thereof) in cash in lieu of such allotment, or (ii) that members entitled to such dividend will be entitled to elect to receive an allotment of shares credited as fully paid up in lieu of the whole or such part of the dividend as the Board may think fit. To the extent permitted by the Ordinance and the GEM Listing Rules, the Company may also upon the recommendation of the Board by an ordinary resolution resolve in respect of any one particular dividend of the Company that it may be satisfied wholly in the form of allotment of shares credited as fully paid up without any right to members to elect to receive such dividend in cash in lieu of such allotment.
- (b) The ordinary resolution may specify a particular dividend (whether or not already declared) or may specify all or any dividends declared within a specified period.
- (c) The basis of allotment shall be decided by the Board and the Board shall give notice to the holders of shares of their rights of election in respect of the scrip dividend and shall specify the procedure to be followed in order to make an election.

- (d) The dividend or that part of it in respect of which an election for the scrip dividend is made shall not be paid and instead further shares shall be allotted in accordance with elections duly made.
- (e) The further shares so allotted shall rank *pari passu* in all respects with the fully paid shares of the same class then in issue except as regards participation in the relevant dividend.
- (f) The Board may decide that the right to elect for any scrip dividend shall not be made available to members resident in any territory where, in the opinion of the Board, compliance with local laws or regulations would be unduly onerous.
- (g) The Board may do all acts and things as it considers necessary or expedient to give effect to the provisions of a scrip dividend election and the issue of any shares in accordance with the provisions of this Article, and may make such provisions as it thinks fit for the case of shares becoming distributable in fractions (including provisions under which, in whole or in part, the benefit of fractional entitlements accrues to the Company rather than to the members concerned).
- (h) The Board may from time to time establish or vary a procedure for election mandates, under which a holder of shares may, in respect of any future dividends for which a right of election pursuant to this Article is offered, elect to receive shares in lieu of such dividend on the terms of such mandate.

#### **107. Dividends in specie**

- (a) With the authority of an ordinary resolution of the Company and on the recommendation of the Board payment of any dividend may be satisfied wholly or in part by the distribution of specific assets and in particular of paid-up shares or debentures of any other company.
- (b) Where any difficulty arises with the distribution, the Board may settle the difficulty as it thinks fit and, in particular, may issue fractional certificates (or ignore fractions), fix the value for distribution of the specific assets or any part of them, determine that cash payments be made to any members on the basis of the value so fixed in order to secure equality of distribution and vest any of the specific assets in trustees on such trusts for the persons entitled to the dividend as the Board may think fit.

## **RESERVES**

### **108. Power to provide for depreciation and carry profits to reserve**

The Board may, before recommending any dividend, write off such sums as it thinks proper for depreciation, and carry forward in the revenue accounts any profits as it thinks should not be divided, and may also set aside out of profits of the Company such sum or sums as the Board thinks proper as a reserve or reserves, which shall at the discretion of the Board be applicable for meeting contingencies, for the gradual liquidation of any debt or liability of the Company, or for repairing, maintaining or adding to the property of the Company, or for such other purposes as the Board shall, in its absolute discretion, think fit, and pending any such application may, at the discretion of the Board, either be employed in the business of the Company, or be invested in such investments (other than shares in the Company) as the Board may from time to time think fit.

### **109. Reserves**

The Board may establish such reserve accounts and may divide the Company's reserves into such special funds as the Board may think fit. The Board may also carry forward any profits which it may think prudent not to divide without placing the same to reserves.

## **CAPITALISATION OF RESERVES**

### **110. Capitalisation of reserves**

- (a) To the extent permitted under the Ordinance, the Company may at any time and from time to time, upon the recommendation of the Board, by ordinary resolution resolve that any sum not required for the payment or provision of any fixed preferential dividend and standing, at the time the ordinary resolution is passed or, if such resolution is conditional, at the time it becomes unconditional, to the credit of any reserve accounts of the Company or to the credit of profit and loss account or otherwise available for distribution be capitalised, and that such sum be appropriated as capital to and amongst the holders of ordinary shares in the capital of the Company in proportion to the amount of the ordinary shares held by them respectively at the time the ordinary resolution is passed or, if such resolution is conditional, at the time it becomes unconditional or at such other time as may be stipulated in such resolution, and that the Board shall in accordance with such resolution apply such sum in paying up in full or in part any unissued shares or debentures of the Company on behalf of such holders of ordinary shares in the capital of the Company, and appropriate such shares or debentures to and distribute the same credited as fully or partly paid up amongst such holders of ordinary shares in the capital of the Company in the proportions aforesaid in satisfaction of their shares and interests in the said capitalised sum, or shall apply such sum or any part thereof on behalf of such holders of ordinary shares in the capital of the Company in paying up the whole or part of any amounts which shall for the time being be unpaid in respect of any issued shares in the Company held by them respectively, or otherwise deal with such sum as directed by such resolution.

(b) For the purposes of Article 110(a):

- (i) if the Directors decide to apply any capitalised sum in paying up new ordinary shares (or, subject to any special rights previously conferred on any shares or class of shares, new shares of any other class); and
- (ii) unless the ordinary resolution passed in accordance with Article 110(a) provides otherwise, if the Company or its nominee holds treasury shares on the relevant date when entitlement is determined,

then all shares held by the Company or its nominee as treasury shares shall be included in determining the proportions in which the capitalised sum is set aside for the allotment of the new shares or shares of any other class.

- (c) Where any difficulty arises in respect of any distribution of any capitalised reserve or other sum, the Board may settle the difficulty as it thinks fit and in particular may make such provisions as it thinks fit in the case of shares or debentures becoming distributable in fractions (including provisions under which, in whole or in part, the benefit of fractional entitlements accrues to the Company rather than the members concerned) or ignore fractions and may fix the value for distribution of any fully paid up shares or debentures and may determine that cash payments be made to any members on the basis of the value so fixed in order to secure equality of distribution, and may vest any shares or debentures in trustees upon such trusts for the persons entitled to share in the distribution as the Board may think fit.
- (d) The Board may also authorise any person to sign on behalf of the persons entitled to share in the distribution a contract for the acceptance by those persons of the shares or debentures to be allotted to them credited as fully paid under a capitalisation and any such contract shall be binding on all those persons.



## **RECORD DATES**

### **111. Fixing of record dates**

- (a) Notwithstanding any other provisions of these Articles, but without prejudice to any rights attached to any shares, the Company or the Board may fix a date as the record date by reference to which a dividend will be declared or paid or a distribution, allotment or issue made, and that date may be before, on or after the date on which the dividend, distribution, allotment or issue is declared, paid or made.
- (b) In the absence of a record date being fixed, entitlement to any dividend, distribution, allotment or issue shall be determined by reference to the date on which the dividend is declared or the distribution, allotment or issue is made.

## **ACCOUNTS**

### **112. Directors to keep proper accounting records**

The Board shall cause proper accounting records of the Company to be kept in accordance with the provisions of the Statutes.

### **113. Where accounting records to be kept**

The accounting records shall be kept at the Office, or, subject to the Ordinance, at such other place as the Board shall think fit, and shall always be open to the inspection of the Directors. No member (as such) shall have any right of inspecting any account, book or document of the Company, except as conferred by law or authorised by the Board or by any ordinary resolution of the Company, nor shall any such member be entitled to require or receive any information concerning the business, trading or customers of the Company, or any trade secret of or secret process used by the Company.

**114. Distribution of relevant reporting documents and summary financial reports**

- (a) A copy of (i) the relevant reporting documents or (ii) the summary financial report shall be sent or supplied to every member and debenture holder of the Company in accordance with the Relevant Regulations. Accidental non-compliance with this Article shall not invalidate the proceedings at the annual general meeting.
- (b) For the purposes of this Article, “relevant reporting documents” and “summary financial report” shall have the meaning ascribed to them in the Ordinance.

**AUDIT**

**115. Provisions of Statutes regarding Auditors**

- (a) The provisions of the Statutes as to the appointment, powers, rights, remuneration and duties of the Auditors shall be complied with and, subject to the provisions of the Statutes, all acts done by any person acting as an auditor of the Company shall, as regards all persons dealing in good faith with the Company, be valid, notwithstanding that there was some defect in his appointment or that he was at the time of his appointment, or subsequently became, disqualified.
- (b) An auditor of the Company shall be entitled to attend any general meeting and to receive all Corporate Communications relating to any general meeting which any member is entitled to receive and to be heard at any general meeting on any part of the business of the meeting which concerns him as Auditor.

## **NOTICES, DOCUMENTS AND OTHER INFORMATION**

### **116. Form and manner of sending and supplying**

Subject to the Relevant Regulations and except where otherwise expressly stated, any Corporate Communication or any notice, document or information to be sent or supplied to or by any person pursuant to these Articles shall be in writing or, to the extent permitted by the Statutes and any rules prescribed by the Stock Exchange from time to time and subject to Article 120(b), contained in an electronic communication. A notice calling a meeting of the Board need not be in writing. Any Corporate Communication in writing may, in accordance with these Articles and subject to the Relevant Regulations, be sent or supplied:-

- (a) in hard copy form;
- (b) in electronic form;
- (c) by electronic means; or
- (d) by making it available on a website.

### **117. Corporate Communications to members**

- (a) Subject to the Relevant Regulations, the Company may send or supply any Corporate Communication to a member:-
  - (i) personally or by sending it by pre-paid post, addressed to such member at his registered address or by leaving it at that address addressed to the member;
  - (ii) by publishing it by way of advertisement in at least one English language newspaper and one Chinese language newspaper circulating in Hong Kong;
  - (iii) by sending it in electronic form to such address as the member may provide to the Company in writing for that purpose;
  - (iv) by making it available on a website;
  - (v) by any other means agreed in writing with the member; or
  - (vi) by any other means permitted under the Relevant Regulations.

- (b) A member may revoke his agreement (including an implied consent or a deemed consent) that Corporate Communications may be sent or supplied to such member in electronic form or by making it available on a website by sending a notice of revocation to the Company as prescribed in the Relevant Regulations and in the manner as specified by the Company from time to time.
- (c) A member may request the Company to send or supply any Corporate Communication in hard copy form or in electronic form by sending a notice to the Company as prescribed in the Relevant Regulations and in the manner as specified by the Company from time to time.
- (d) Subject to the Statutes, any Corporate Communication may be sent or supplied by the Company by reference to the Register as it stands at any time not more than fifteen days before the date it is sent or supplied. No change in the Register after that time shall invalidate that delivery. Where any Corporate Communication is sent or supplied to any person in respect of a share in accordance with these Articles, the Company is not obliged to re-send or re-supply that Corporate Communication to any person deriving any title or interest in that share.

**118. Address of member and failure to notify address**

- (a) Subject to the Relevant Regulations, each member shall, from time to time as requested by the Company, notify the Company in writing an address for the purpose of receiving Corporate Communications in hard copy form or in electronic form.
- (b) The Company shall not be required to send Corporate Communications in hard copy form or in electronic form to a member who has not notified in writing to the Company an address for receiving Corporate Communications in hard copy form or in electronic form, as applicable.

#### **119. Corporate Communication to joint holders**

Subject to the Relevant Regulations, all Corporate Communications directed to be sent or supplied to the members shall, with respect to any share to which persons are jointly entitled, be sent or supplied to the joint holder whose name stands first in the Register in respect of the share, to the exclusion of the other joint holder(s) and to the address notified by that first joint holder for the purpose of receiving Corporate Communications, and such Corporate Communications so sent or supplied shall be deemed to have been sent or supplied to all the holders of such share.

#### **120. Notices, documents and other information to the Company**

- (a) Save as otherwise expressly permitted in these Articles or the Statutes, any summons, notice, order or other document or information required to be sent to or served upon the Company, or upon any officer of the Company, may be sent or served by leaving the same or sending it by prepaid post and properly addressed to the Company or to such officer at the Office.
- (b) The Board may from time to time specify the form and manner in which a notice, document or information may be sent to the Company by electronic means, including designating one or more electronic addresses or an electronic platform for the receipt of the notice, document or information. A notice, document or information may be sent to the Company by electronic means only if it is sent in accordance with the requirements specified by the Board.
- (c) Where the Company permits a notice, document or information to be sent to the Company by electronic means and these Articles require such notice, document or information to be signed or authenticated by a member or other person, the Directors may prescribe such procedures as they think fit for verifying the authenticity or integrity of the notice, document or information. Any such notice, document or information must be signed or sufficiently authenticated in accordance with the prescribed requirements and procedures, failing which it shall be deemed not to have been received by the Company.

## **121. Delivery of Corporate Communications**

Subject to the Relevant Regulations, a Corporate Communication sent or supplied by or on behalf of the Company to a member:

- (a) if sent by pre-paid post and properly addressed, shall be deemed to have been received by the member on the second business day after the time it was posted. In proving such receipt it shall be sufficient to prove that the relevant Corporate Communication was properly addressed and posted;
- (b) if left at the registered address of the member and properly addressed, shall be deemed to have been received by that member on the day it was left. In proving such receipt, it shall be sufficient to prove that the relevant Corporate Communication was properly addressed;
- (c) if published by way of advertisement, shall be deemed to have been received by the member on the day it was published;
- (d) if sent by electronic means, other than by making it available on a website, shall be deemed to have been received by the member 48 hours after it was sent. In proving such receipt, it shall be sufficient to show that the relevant Corporate Communication was properly addressed;
- (e) if made available by the Company by means of a website, shall be deemed to have been received by the member at the same time when it was first made available on a website; and
- (f) if sent by any other means agreed in writing by the member concerned, shall be deemed to have been received by the member when the Company has carried out the action as agreed with the member for that purpose.

For the purpose of this article, “business day” has the meaning given by section 821 of the Ordinance.

**122. Members present at meeting deemed to have received due notice**

Any member present, either personally or by proxy, at any meeting of the Company or class of members of the Company shall for all purposes be deemed to have received due notice of such meeting and, where requisite, of the purposes for which such meeting was convened.

**123. Successors in title to be bound by Corporate Communications sent or supplied to predecessors**

Every person who, by operation of law, transfer or any other means whatsoever, shall become entitled to any shares shall be bound by every Corporate Communication in respect of such shares which previously to his name and address being entered in the Register shall be duly sent or supplied to the person from whom he derives his title to such shares.

**124. Corporate Communications to be sufficient notwithstanding death of member**

Any Corporate Communication sent or supplied in pursuance of these Articles, shall, notwithstanding that the relevant member be then deceased or bankrupt and whether or not the Company has notice of his death or bankruptcy, be deemed to have been duly sent or supplied in respect of any share held by the relevant member, whether held solely or jointly with other persons, until some other person be registered instead of the relevant member as the holder or joint holder of such share, and such Corporate Communication so sent or supplied shall, for all purposes of these Articles, be deemed sufficiently sent or supplied to his executors, administrators or assigns, and all persons (if any) jointly interested with him in such share.

**125. Signature on notices**

The signature on any Corporate Communication to be sent or supplied by the Company may be written or printed.

## **DESTRUCTION OF DOCUMENTS**

### **126. Destruction of documents**

- (a) The Board may authorise or arrange the destruction of documents held by the Company as follows:
  - (i) at any time after the expiration of six years from the date of registration, all instruments of transfer of shares in the Company and all other documents transferring or purporting to transfer shares in the Company or representing or purporting to represent the right to be registered as the holder of shares in the Company on the faith of which entries have been made in the Register;
  - (ii) at any time after the expiration of one year from the date of cancellation, all registered share certificates which have been cancelled;
  - (iii) at any time after the expiration of two years from the date of recording them, all dividend mandates and notifications of change of address; and
  - (iv) at any time after the expiration of one year from the date of actual payment, all paid dividend warrants and cheques.
- (b) It shall conclusively be presumed in favour of the Company that:
  - (i) every entry in the Register purporting to have been made on the basis of an instrument of transfer or other document so destroyed was duly and properly made;
  - (ii) every instrument of transfer so destroyed was a valid and effective instrument duly and properly registered;
  - (iii) every share certificate so destroyed was a valid certificate duly and properly cancelled;



- (iv) every other document mentioned in paragraph (i) above so destroyed was a valid and effective document in accordance with the particulars of it recorded in the books and records of the Company; and
- (v) every paid dividend warrant and cheque so destroyed was duly paid.
- (c) The provisions of paragraph (b) above shall apply only to the destruction of a document in good faith and without notice of any claim (regardless of the parties to it) to which the document might be relevant.
- (d) Nothing in this Article shall be construed as imposing on the Company or the Board any liability in respect of the destruction of any document earlier than as stated in paragraph (a) above or in any other circumstances in which liability would not attach to the Company or the Board in the absence of this Article.
- (e) References in this Article to the destruction of any document include references to its disposal in any manner.

#### **AUDITOR'S INSURANCE**

##### **127. Auditor's insurance**

- (a) The directors may decide to purchase and maintain insurance, at the expense of the company, for an auditor of the company, or an auditor of an associated company of the company, against—
  - (i) any liability to any person attaching to the auditor in connection with any negligence, default, breach of duty or breach of trust (except for fraud) occurring in the course of performance of the duties of auditor in relation to the company or associated company (as the case may be); or
  - (ii) any liability incurred by the auditor in defending any proceedings (whether civil or criminal) taken against the auditor for any negligence, default, breach of duty or breach of trust (including fraud) occurring in the course of performance of the duties of auditor in relation to the company or associated company (as the case may be).
- (b) In this article, a reference to performance of the duties of auditor includes the performance of the duties specified in section 415(6)(a) and (b) of the Ordinance.

## **WINDING UP**

### **128. Powers to distribute in specie**

If the Company is in liquidation, the liquidator (whether voluntary or official) may, with the sanction of a special resolution of the Company and any other sanction required by law:

- (a) divide among the members in specie the whole or any part of the assets of the Company and for that purpose, value any assets and determine how the division shall be carried out as between the members or different classes of members; or
- (b) vest the whole or any part of the assets of the Company in trustees upon such trusts for the benefit of the members or any of them as the liquidator, with the like sanction, shall think fit but no member shall be compelled to accept any asset upon which there is any liability.

## **INDEMNITY**

### **129. Indemnity of officers**

- (a) To the extent permitted by the Statutes, the Company may indemnify every Director, Secretary, other officer of the Company or any person employed by the Company as Auditor out of the assets of the Company against any liability incurred by him in the execution and discharge of his duties or in relation thereto, including:
  - (i) in defending any proceedings, whether civil or criminal, in which judgment is given in his favour or in which he is acquitted; or
  - (ii) in connection with any application for relief from liability under section 903 or 904 of the Ordinance in which relief is granted to him by the court.
- (b) To the extent permitted by the Statutes, the Company may purchase and maintain for any Director, alternate Director, Secretary, manager or officer of the Company or any person employed by the Company as Auditor:
  - (i) insurance against any liability to the Company, a related Company or any other party in respect of any negligence, default, breach of duty or breach of trust (save for fraud) or other liability which may be lawfully insured against by the Company, of which he may be guilty in relation to the Company or a related Company; and

- (ii) insurance against any liability incurred by him in defending any proceedings, whether civil or criminal, taken against him for any negligence, default, breach of duty or breach of trust (including fraud) of which he may be guilty in relation to the Company or a related Company.
- (c) For the purposes of this Article, “related Company” shall have the meaning ascribed to it in the Ordinance.

## **NON-DISCLOSURE OF INTERESTS**

### **130. Non disclosure of interests**

No powers shall be taken to freeze or otherwise impair any of the rights attaching to any share by reason only that the person or persons who are interested directly or indirectly therein have failed to disclose their interests to the Company.

## **AMENDMENTS TO ARTICLES OF ASSOCIATION**

### **131. Amendments to Articles**

Any alteration or amendment of these Articles shall only be made with the approval of the Company in general meeting by special resolution.

I/WE, the undersigned, wish to form a company and wish to adopt the articles of association as attached, and I/we respectively agree to subscribe for the amount of share capital of the Company and to take the number of shares in the Company set opposite my/our respective name(s):–

Name(s) of Founder Members

Number of Share(s) and  
Total Amount of Share Capital

**Ready-Made Company Limited**  
**現成有限公司**

Suite A, 21st Floor, Eton Building,  
288 Des Voeux Road Central, Hong Kong.  
Corporation

**1 Ordinary share**  
**HK\$1.00**

Total: **1 Ordinary share**  
**HK\$1.00**

Dated the 14th day of January, 2014.

*(Note: The names and other particulars of subscribers and related content appearing on this page originally formed part of the Memorandum of Association of the Company before Part 3 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) came into effect on 3rd March, 2014, and are now reproduced here for reference only)*