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萬隆控股集團有限公司
Ban Loong Holdings Limited
(Incorporated in Bermuda with limited liability)
(Stock Code: 30)

COMPLETION OF SUBSCRIPTION OF NEW SHARES UNDER SPECIFIC MANDATE

The Board is pleased to announce that all the conditions of the Subscription Agreement have been fulfilled and the completion of the Subscription took place on 22 November 2018, whereby 1,000,000,000 Subscription Shares were allotted and issued to Yunnan Baiyao Holdings at the Subscription Price of HK\$0.18 per Subscription Share.

Reference is made to the announcement (the “**Announcements**”) of Ban Loong Holdings Limited (the “**Company**”) dated 20 August 2018, 27 September 2018, 28 September 2018 and 15 October 2018 and the circular of the Company dated 7 September 2018 (the “**SGM Circular**”) in relation to the connected transaction in relation to the Subscription of 1,000,000,000 Subscription Shares by Yunnan Baiyao Holdings under the Specific Mandate. Unless the context requires otherwise, capitalized terms used in this announcement shall have the same meanings as those defined in the SGM Circular and the Announcements.

COMPLETION OF THE SUBSCRIPTION

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The gross proceeds and net proceeds from the Subscription amount to approximately HK\$180 million and HK\$178.8 million, respectively. The Company intends to apply the net proceeds from the Subscription: (a) as to approximately HK\$40 million for the Group's trading business of refined edible oil in China; (b) as to approximately HK\$40 million for the Group's trading business of cosmetic products in Hong Kong; (c) as to approximately HK\$52.5 million for the Group's personal care product business; (d) as to approximately HK\$28.8 million for the Group's corporate expenses, including HK\$12.4 million for the payment of salaries and remuneration of management and staff, HK\$3.8 million for the payment of bond interest, HK\$4.2 million for rental expenses, HK\$5 million for professional fees and HK\$3.4 million for business development budgets of the Group; and (e) as to approximately HK\$17.5 million for the Group's general working capital.

EFFECTS ON SHAREHOLDING STRUCTURE OF THE COMPANY

The 1,000,000,000 Subscription Shares represent (i) approximately 18.35% of the total issued share capital of the Company immediately before completion of the Subscription; and (ii) approximately 15.51% of the total issued share capital of the Company as enlarged by the issue of the 1,000,000,000 Subscription Shares immediately after completion of the Subscription.

Set out below is the shareholding structure of the Company (i) immediately before completion of the Subscription; and (ii) immediately after completion of the Subscription:

	Immediately before completion of the Subscription		Immediately after completion of the Subscription	
	<i>No. of Shares</i>	<i>%</i>	<i>No. of Shares</i>	<i>%</i>
Yunnan Baiyao Holdings (<i>Note 1</i>)	908,025,360	16.67%	1,908,025,360	29.59%
Mr. Chow Wang (<i>Note 2</i>)	495,404,000	9.09%	495,404,000	7.68%
Mr. Fong For (<i>Note 3</i>)	349,068,000	6.41%	349,068,000	5.41%
Public shareholders	<u>3,695,654,800</u>	<u>67.83%</u>	<u>3,695,654,800</u>	<u>57.32%</u>
Total	<u>5,448,152,160</u>	<u>100.00%</u>	<u>6,448,152,160</u>	<u>100.00%</u>

Notes:

1. As at the date of this announcement, based on the disclosure of interests filings published on the website of the Stock Exchange and the information available to the Company, Yunnan Baiyao Holdings is 45%, 45% and 10% owned by the State-owned Assets Supervision and Administration Commission of Yunnan Province, New Huadu Industrial Group Co., Ltd. and Jiangsu Yuwell Technology Development Co., Ltd., respectively. New Huadu Industrial Group Co., Ltd. is in turn 76.87% owned by Mr. Chen Fa Shu.
2. Mr. Chow Wang is an Executive Director of the Company.
3. Mr. Fong For is a Non-executive Director of the Company.

By order of the Board
Ban Loong Holdings Limited
Chow Wang
Chairman and Chief Executive Officer

Hong Kong, 22 November 2018

As at the date of this announcement, the Board of the Company comprises:

Executive Directors:

Mr. Chow Wang (*Chairman and Chief Executive Officer*)

Mr. Chu Ka Wa (*Chief Financial Officer*)

Mr. Wang Zhaoqing (*Chief Operating Officer*)

Non-executive Director:

Mr. Fong For

Independent Non-executive Directors:

Mr. Jiang Zhi

Mr. Leung Ka Kui, Johnny

Ms. Wong Chui San, Susan