

16 May 2019

**High Concentration of Shareholding  
in  
Kenford Group Holdings Limited (Stock Code: 464)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Kenford Group Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 2 May 2019.

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

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that as at 2 May 2019, 17 shareholders held an aggregate of 77,189,000 Shares, representing 17.32% of the issued Shares. Such shareholding, together with a total of 348,207,500 Shares (representing 78.14% of the issued Shares) held by 3 substantial shareholders of the Company, represented 95.46% of the issued Shares as at 2 May 2019. Therefore, only 20,249,500 Shares (representing 4.54% of the issued Shares) were held by other shareholders.

As at 2 May 2019, the shareholding structure of the Company was as follows:-

	<b>Number of Shares held (Shares)</b>	<b>% of total number of issued Shares (%)</b>
China Yuen Capital Limited (Note 1)	253,132,500	56.80
Tianjin Xian Tong Investment Management Co., Ltd	50,575,000	11.35
Tianjin Wei Tong Yuan Asset Management Co., Ltd	44,500,000	9.99
A group of 17 shareholders	77,189,000	17.32
Other shareholders	20,249,500	4.54
<b>Total</b>	<b>445,646,000</b>	<b>100.00</b>

*Note 1: China Yuen Capital Limited is ultimately beneficially owned as to 60.87% by Mr. Liu Xuezhong and 39.13% by Ms. Li Yuelan (the spouse of Mr. Liu Xuezhong).*



From 22 March 2019 to 3 May 2019, the closing price of the Shares increased by 71%, from \$1.82 on 21 March 2019 to \$3.11 on 3 May 2019.

During this period, the Company made, inter alia, the following announcements:

- On 29 March 2019, the Company announced that its direct wholly owned subsidiary had entered into a memorandum of understanding with China Overseas Assets Management (Shanghai) Co., Ltd., in relation to the proposed formation of a joint venture company for the purpose of jointly investing in and developing financial-related business in the People's Republic of China.
- On 25 April 2019, the Company announced that its direct wholly owned subsidiary had entered into a memorandum of understanding with Xiao Yiwen, in relation to the possible acquisition of a majority equity interest in CF Capital Limited.

As at 15 May 2019, price of the Shares closed at \$3.06, which was 68% higher than the closing price of \$1.82 on 21 March 2019.

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