



24 April 2014

**High Concentration of Shareholding in
Jin Cai Holdings Company Limited (Stock Code: 1250)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Jin Cai Holdings Company Limited (“the Company”) in the hands of a limited number of shareholders as at 7 April 2014.

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 7 April 2014, 19 shareholders held an aggregate of 67,180,000 Shares, representing 20.99% of the issued Shares. Such shareholding, together with 240,000,000 Shares (representing 75% of the issued Shares) held by the substantial shareholder, represented 95.99% of the issued Shares. As such, only 12,820,000 Shares, representing approximately 4.01% of the issued share capital of the Company, were in the hands of other investors as at 7 April 2014.

As at 7 April 2014, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Ocean Ahead International Limited (<i>Note 1</i>)	240,000,000	75.00
A group of 19 shareholders	67,180,000	20.99
Other shareholders	12,820,000	4.01
Total	320,000,000	100.00

Note 1: Ocean Ahead International Limited is wholly and beneficially owned by Ms. Huang Li, who is the Chairman and Executive Director of the Company.

The Company was listed on the Main Board of the Stock Exchange of Hong Kong Limited on 5 July 2013 by way of placing and public offering of a total of 80 million Shares, representing 25% of the issued Shares, at HK\$0.82 per Share. Share price of the Company closed at HK\$0.85 on the first day of listing.



After market close on 28 March 2014, the Company announced its Annual Results for the year ended 31 December 2013 which reported a profit attributable to shareholders of approximately RMB21.25 million, representing a decline of 31.6% compared to the corresponding period of the previous year.

Since 31 March 2014, price of the Shares surged substantially by 100% from the closing price of HK\$0.79 on 28 March 2014 to the closing price of HK\$1.58 on 3 April 2014. On 3 April 2014, the Company announced that it was not aware of any reasons for the increase in share price and trading volume. As of 23 April 2014, price of the Shares closed at HK\$1.23, still representing an increase of 56% from the closing price of HK\$0.79 on 28 March 2014.

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

End