

21 June 2019

**High Concentration of Shareholding
in
Grand Talents Group Holdings Limited (Stock Code: 08516)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Grand Talents Group Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 5 June 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 5 June 2019, a group of 18 shareholders held an aggregate of 96,740,000 Shares, representing 20.15% of the issued Shares. Such shareholding, together with an aggregate of 360,000,000 Shares (representing 75.00% of the issued Shares) held by 2 substantial shareholders of the Company, represented 95.15% of the issued Shares as at 5 June 2019. Therefore, only 23,260,000 Shares (representing 4.85% of the issued Shares) were held by other shareholders.

As at 5 June 2019, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Talent Prime Group Limited (<i>Note 1</i>)	334,800,000	69.75
Infinite Honor Limited (<i>Note 2</i>)	25,200,000	5.25
A group of 18 shareholders (<i>Note 3</i>)	96,740,000	20.15
Other shareholders	23,260,000	4.85
Total	480,000,000	100.00

Note 1: Talent Prime Group Limited is beneficially owned as to 50% by each of Mr. Ha Chak Hung (the Chairman and an Executive Director of the Company) and Mr. Ip Chu Shing (the Chief Executive Officer and an Executive Director of the Company).

Note 2: Infinite Honor Limited is beneficially and wholly owned by Mr. Lau Yik Lok (a Non-executive Director of the Company).

Note 3: 6 out of the 18 shareholders were placees of the initial share offering.

The Shares were listed on the GEM Board of the Stock Exchange of Hong Kong Limited on 15 October 2018 by way of placing and public offer of a total of 120,000,000 Shares (representing 25% of the issued Shares) at \$0.40 per share. On the first day of listing, the



Shares closed at \$0.75, representing an increase of 87.50% from the initial offer price of \$0.40 per share.

During the period from 16 October 2018 to 30 May 2019, the closing price of the Shares further increased 367% from \$0.75 on 15 October 2018 to reach the high of \$3.50 on 30 May 2019, which was about 8 times higher than the initial offer price of \$0.40 per share.

On 14 February 2019, the Company announced the third quarterly results for the nine months ended 31 December 2018, reporting a profit attributable to the owners of the Company of approximately \$3,785,000, as compared to a loss attributable to owners of the Company of approximately \$1,109,000 recorded for the same period in 2017.

As at 20 June 2019, the Shares closed at \$3.04, representing an increase of 660% from the initial offer price of \$0.40 per share.

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