



23 December 2009

**High Concentration of Shareholding
in
ThinSoft (Holdings) Inc. (Stock Code: 8096)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of ThinSoft (Holdings) Inc. (“the Company”) in the hands of a limited number of shareholders as at 14 December 2009.

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 14 December 2009, 20 shareholders held an aggregate of 537,880,000 Shares, representing 21.46% of the issued shares. Such shareholding, together with an aggregate of 1,878,150,000 Shares beneficially held by the substantial shareholder, Inno Smart Group Limited (*Note 1*) and the chairman, Mr. Yu Won Kong Dennis (representing 74.94% of the issued shares), represented 96.40% of the issued shares as at 14 December 2009. Thus, only 3.60% of the issued shares were held by other investors.

As at 14 December 2009, the shareholding structure of the Company is as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Inno Smart Group Limited (<i>Note 1</i>)	1,875,000,000	74.81
Yu Won Kong Dennis	3,150,000	0.13
A group of 20 shareholders	537,880,000	21.46
Other shareholders	90,245,000	3.60
Total	2,506,275,000	100.00

Note 1: Inno Smart Group Limited is 50% beneficially owned by Mr. Yu Won Kong Dennis, the chairman and Mr. Yue Wai Keung, an executive director of the Company respectively.

It is noted that the closing price of the Shares surged 167.44% from \$0.258 (after adjusting for 1-into-5 share subdivision effective on 5 November 2009) on 2 November 2009 to \$0.690 on 22 December 2009. During the period, the Company announced that it had entered into a non-legally binding MOU in relation to a possible acquisition of fuel oil related business in the Southern and Eastern Regions of the PRC.



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