



29 December 2017

High Concentration of Shareholding in KNK Holdings Limited (Stock Code: 8039)

the concentration of the shareholding of KNK Holdings Limited of a limited number of shareholders as at 15 December 2017.

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 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 15 December 2017, 17 shareholders held an aggregate of 107,104,000 Shares, representing 25.62% of the issued Shares. Such shareholding, together with the 303,624,000 Shares (representing 72.64% of the issued Shares) held by three substantial shareholders of the Company, represented 98.26% of the issued Shares as at 15 December 2017. Therefore, only 7,272,000 Shares (representing 1.74% of the issued Shares) were held by other shareholders.

As at 15 December 2017, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Energetic Way Limited (Note 1)	196,000,000	46.89
Ke Yuexian	83,624,000	20.01
Mr. Cheung Tuen Ting and Ms. Wang Chang Yu Judy (Note 2)	24,000,000	5.74
A group of 17 shareholders	107,104,000	25.62
Other shareholders	7,272,000	1.74
Total	418,000,000	



and the Shares closed at HK\$3.70 on 12 December 2017, which was 106% higher than the closing price of HK\$1.80 on 16 November 2017. It closed at HK\$3.18 on 15 December 2017.

On 14 November 2017, the Company announced its interim results for the six months ended 30 September 2017, recording a profit for the period attributable to owners of the Company of HK\$5,654,000, which represented a 9% decrease from the profit of HK\$6,240,000 for the corresponding period in 2016.

As at 28 December 2017, the Shares closed at HK\$3.30, which was 83% higher than the closing price of HK\$1.80 on 16 November 2017.

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.

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