

NOT FOR DISTRIBUTION IN THE UNITED STATES, OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, U.S. PERSONS

This announcement does not constitute an offer to sell or the solicitation of an offer to buy any securities in the United States or any other jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. No securities may be offered or sold in the United States absent registration or an applicable exemption from registration requirements. Any public offering of securities to be made in the United States will be made by means of a prospectus. Such prospectus will contain detailed information about the company making the offer, management, as well as financial statements. The Company does not intend to make any public offering of securities in the United States.



Datang Group Holdings Limited

大唐集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2117)

INFORMATION UPDATE

Since the second half of 2021, real estate developers in China have been confronted with unprecedented difficulties with regard to liquidity and funding. The combination of unfavorable macroeconomic factors, series of adverse credit events and limited financing options within the industry have exacerbated the liquidity pressure on real estate developers, including the Group. These industry-wide challenges also weakened confidence among homebuyers and impeded overall demand for real estate sales in China. Many real estate developers have experienced a contraction in operating and financing cash flows.

As disclosed in the announcement of the Company dated 8 June 2022, the Company issued 12.5% senior notes due 2023 (ISIN: XS2483266115 and Common Code: 248326611) (the “**May 2023 Notes**”) in the aggregate principal amount of US\$283,950,000 listed on the Singapore Exchange Securities Trading Limited. Pursuant to the terms of the May 2023 Notes, the May 2023 Notes matured on 31 May 2023 and failure to pay such principal at maturity will constitute an event of default.

Due to the abovementioned unfavorable macroeconomic factors, real estate industry and financial environment, the Group’s funds available for offshore debt payments are under pressure. Under the local government policies mandate, substantially most of the Group’s cash onshore are under strict pre-sale cash escrow at designated bank accounts in order to guarantee completion of the properties currently under development. As a result, notwithstanding the Group’s best efforts, as of the date of this announcement, the Company had not paid the outstanding principal amount of US\$283,950,000 and the accrued and unpaid interest thereon.

The Company will engage in discussions with potential candidates to take on the role as financial advisor to assess the Group's capital structure and liquidity and explore options for a holistic solution to ease the current liquidity issue. The Company has also engaged Sidley Austin as its legal advisor in support of this effort. The Company looks forward to engaging and working with the offshore creditors for their support in quest for a holistic solution to the offshore debts as a whole to get through the industry-wide difficulties together. The Company's offshore creditors are encouraged to reach out to the Company at ir@dyna888.com.

The implementation of any holistic solution to the offshore debt issue will be subject to many factors beyond the control of the Company. As there is no assurance that any holistic solution will be successfully implemented, holders of securities of the Company and other investors of the Company are (i) advised not to rely solely on the information contained in this announcement or any other announcements as may be issued by the Company from time to time; and (ii) reminded to consider the related risks and exercise caution when dealing in the securities of the Company. When in doubt, holders of securities and other investors of the Company are advised to seek professional advice from their own professional or financial advisors.

On behalf of the Board
Datang Group Holdings Limited
WU Di
Chairman

Hong Kong, 2 June 2023

As at the date of this announcement, the executive directors of the Company are Mr. WU Di, Mr. HAO Shengchun, and Mr. TANG Guozhong, the non-executive director of the Company is Ms. CHEN Xiaoyun, and the independent non-executive directors of the Company are Mr. CHANG Eric Jackson, Ms. XIN Zhu and Mr. LOK Chiu Chan.