

ALLOTMENT AND ISSUE OF FIRST TRANCHE OF SUBSCRIPTION SHARES

1. INTRODUCTION

- 1.1. The board of directors (the “**Board**”) of Pavillon Holdings Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcement dated 10 March 2022 (the “**Previous Announcement**”) and the circular dated 21 July 2022 (the “**Circular**”).
- 1.2. Unless otherwise defined herein, capitalised terms shall bear the meanings as ascribed in the Previous Announcement and/or the Circular.

2. ALLOTMENT AND ISSUE OF FIRST TRANCHE OF SUBSCRIPTION SHARES

- 2.1. The Board is pleased to announce that pursuant to the EGM held on 5 August 2022, all of the resolutions in relation to the Proposed Subscription as described in the Circular had been approved.
- 2.2. As at the date of this announcement, all conditions precedent under the Subscription Agreement have been fulfilled and/or waived¹ accordingly and the Parties have proceeded with the completion for the First Tranche.
- 2.3. Accordingly, the First Completion Date has taken place with the receipt by the Company of RMB 100 million from the Subscriber and the allotment and issue by the Company of 523,609,280 Subscription Shares to the Subscriber. With the completion of the First Tranche and as at the date of this announcement, the issued and paid-up share capital of the Company (excluding treasury shares and subsidiary holdings) is 911,357,980 Shares.
- 2.4. Listing of the First Tranche of the Subscription Shares is expected to take place around 16 August 2022.

3. FURTHER ANNOUNCEMENTS

The Company will make the requisite announcements in compliance with the requirements of the Listing Manual, when there are material developments in respect of the Proposed Subscription.

4. CAUTIONARY STATEMENT

Shareholders and potential investors of the Company are advised to read this announcement and any further announcements made by the Company carefully. Shareholders and potential investors of the Company are advised to refrain from taking any action with respect to their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. Shareholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they have any doubt about the actions they should take.

By Order of the Board

Dr. John Chen
Executive Chairman

12 August 2022

¹ The Parties have agreed that the conditions precedent as stated under sections 2.6(b)(v) and 2.6(b)(vi) of the Circular in relation to nomination by the Subscriber of Directors to the Board and directors and/or legal representatives to the boards of the PRC Subsidiaries, respectively, continue to be in progress and shall be completed after the First Completion Date.