



HOTUNG INVESTMENT HOLDINGS LIMITED

(Incorporated in Bermuda)

ACQUISITION OF SHARES IN ASIA PARENTS HOLDINGS LIMITED

The board of directors (the “**Board**”) of Hotung Investment Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to announce that Hotung Venture Capital Corp. (“**Hotung Venture**”), a 99.99%-held subsidiary of the Company, had on 9 August 2018, acquired 2,400,000 ordinary shares in the capital of Asia Parents Holdings Limited (“**APHL**”), representing approximately 30% of the issued and paid-up share capital of APHL, for a consideration of USD24,000 (the “**Consideration**”) (the “**Acquisition**”).

Following the Acquisition, the Company’s indirect shareholding interest in APHL is approximately 30%. Notwithstanding such increase in shareholding interest, as the management has assessed that the relevant contractual terms do not provide the Group with any influence over APHL, APHL is not an associated company of the Group in accordance with the International Accounting Standards 28 – *Investments in Associates and Joint Ventures*.

The Consideration was arrived at on a willing-buyer, willing-seller basis, and has been satisfied wholly in cash funded from the Group’s internal resources.

None of the directors, controlling shareholders or substantial shareholders of the Company has any interest, direct or indirect, in the Acquisition, save for their shareholdings in the Company (if any).

BY ORDER OF THE BOARD

Hsin-Chieh Chung
Company Secretary
9 August 2018