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## **ALCO HOLDINGS LIMITED**

*(Incorporated in Bermuda with limited liability)*

Website: <http://www.alco.com.hk>

**(Stock Code: 328)**

### **RESULTS OF THE RIGHTS ISSUE ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY FOUR (4) SHARES HELD ON THE RECORD DATE**

Reference is made to the prospectus of Alco Holdings Limited dated 25 January 2019 (the "**Prospectus**") in relation to the Rights Issue. Unless the context otherwise requires, capitalised terms used herein shall have the same meanings as those defined in the Prospectus.

#### **RESULTS OF THE RIGHTS ISSUE**

The Board is pleased to announce that as at 4:00 p.m. on Wednesday, 13 February 2019, being the latest time for acceptance of, and payment for, the Rights Shares and for application and payment for the excess Rights Shares,

- (i) 45 valid acceptances of provisional allotments under the PALs were received for a total of 105,371,312 Rights Shares, representing approximately 72.85% of the total number of 144,648,930 Rights Shares being offered under the Rights Issue; and
- (ii) 31 valid applications for excess Rights Shares under the EAFs were received for a total of 601,745,227 Rights Shares, representing approximately 416% of the total number of 144,648,930 Rights Shares being offered under the Rights Issue.

In aggregate, 76 valid acceptances and applications in respect of 707,116,539 Rights Shares have been accepted and applied for, representing approximately 488.85% of the total number of 144,648,930 Rights Shares offered under the Rights Issue.

Based on the above results, the Rights Issue was over-subscribed by 562,467,609 Rights Shares, representing approximately 388.85% of the total number of 144,648,930 Rights Shares offered under the Rights Issue.

All conditions set out in the Prospectus have been fulfilled and the Rights Issue became unconditional at 4:30 p.m. on Thursday, 14 February 2019. The gross proceeds raised from the Rights Issue are approximately HK\$125.84 million before expenses.

## **EXCESS APPLICATION**

Based on the number of valid acceptances referred to above, 39,277,618 Rights Shares were available for subscription under the EAFs, representing approximately 5.43% of the enlarged share capital of the Company upon completion of the Rights Issue. A total number of 601,745,227 excess Rights Shares were applied for under the EAFs. The allocation of the excess Rights Shares was made pursuant to the principles set out under “Application for excess Rights Shares” in the “Letter from the Board” of the Prospectus. Given that the number of excess Rights Shares was insufficient to satisfy all valid applications, the allocation of the 39,277,618 Rights Shares to the Qualifying Shareholders who applied for excess Rights Shares was made on a fair and equitable basis, and as far as practicable on a pro rata basis by reference to the number of excess Rights Shares applied for under each application. Reference was only made to the number of excess Rights Shares applied for but no reference was made to the Rights Shares subscribed through applications by PALs or the existing number of Shares held by the Qualifying Shareholders. In addition, no preference was given to applications for topping up odd-lot holdings to whole lot holdings.

## **EFFECT OF THE RIGHTS ISSUE ON THE SHAREHOLDING STRUCTURE OF THE COMPANY**

Based on the information available to the Company and to the best of the Directors' knowledge, information and belief after having made all reasonable enquiries, as at the date of this announcement, the shareholding structure of the Company immediately before and after completion of the Rights Issue, are as follows:-

Shareholders	Immediately before completion of the Rights Issue		Immediately after completion of the Rights Issue	
	<i>Number of Shares</i>	<i>%</i>	<i>Number of Shares</i>	<i>%</i>
Mr. Kimen Leung and Shundeans Investments (Note 1)	246,061,400	42.53	293,000,000	40.51
Mr. Leung Wai Sing, Wilson (Note 2)	47,072,000	8.14	68,311,153	9.45
Mr. Leung Wai Lap, David (Note 3)	34,828,190	6.02	52,280,631	7.23
Ms. Alice Nga Sze Chung (Note 4)	1,144,000	0.20	1,660,179	0.23
Mr. Leung, Kai Chun (Note 5)	20,000,000	3.46	21,000,000	2.90
<b>Sub-total</b>	349,105,590	60.35	436,251,963	60.32
Mr. Li Wah Ming (Note 6)	260,000	0.04	262,500	0.04
Other Shareholders	229,230,130	39.61	286,730,187	39.64
<b>Total</b>	578,595,720	100.00	723,244,650	100.00

*Note:*

1. Shundeans Investments is wholly-owned by Mr. Kimen Leung.
2. Mr. Leung Wai Sing, Wilson is Mr. Kimen Leung's son and the Chairman of the Board and the Chief Executive Officer of the Group.
3. Mr. Leung Wai Lap, David is Mr. Kimen Leung's son and the senior sales manager of the Group.
4. Ms. Alice Nga Sze Chung is the spouse of Mr. Leung, Jimmy who is Mr. Kimen Leung's son and an executive Director. As her application for excess Rights Shares was made through HKSCC, her excess Rights Shares allocation was calculated on a pro rata basis based upon the total number of excess Rights Shares allocated to HKSCC and the number of excess Rights Shares applied for by or on behalf of her versus other relevant beneficial owners through HKSCC.
5. Mr. Leung, Kai Chun is Mr. Kimen Leung's brother.
6. Mr. Li Wah Ming is an independent non-executive Director.
7. A total of 39,277,618 Rights Shares were available for subscription under the EAFs, representing approximately 5.43% of the enlarged share capital of the Company upon completion of the Rights Issue. Out of these excess Rights Shares, a total of 1,237,976 excess Rights Shares were allocated to the Leung Family Members.

## **DESPATCH OF SHARE CERTIFICATES FOR RIGHTS SHARES AND REFUND CHEQUES**

It is expected that the share certificates in respect of the fully-paid Rights Shares and the refund cheques of the partially unsuccessful applications for excess Rights Shares will be despatched to those entitled thereto by ordinary post to their respective registered address at their own risk by the Registrar on or before Thursday, 21 February 2019.

## **COMMENCEMENT OF DEALINGS OF RIGHTS SHARES IN FULLY-PAID FORM**

Dealings in fully-paid Rights Shares on the Stock Exchange are expected to commence at 9:00 a.m. on Friday, 22 February 2019.

By order of the Board  
**Alco Holdings Limited**  
**LEUNG Wai Sing, Wilson**  
*Chairman and Chief Executive Officer*

Hong Kong, 20 February 2019

*As at the date of this announcement, the executive directors of the Company are Mr. LEUNG Wai Sing, Wilson, Mr. KUOK Kun Man, Mr. LEUNG, Jimmy and Mr. LIU Lup Man. The independent non-executive directors are Mr. LI Wah Ming, Mr. LEE Tak Chi and Mr. CHEUNG, Johnson.*