



23 February 2018

**High Concentration of Shareholding
in
Gudou Holdings Limited (Stock Code: 8308)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Gudou Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 1 February 2018.

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 Company (“Shares”) could fluctuate substantially even with a small number of 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 1 February 2018, a group of 17 shareholders held an aggregate of 216,578,045 Shares, representing 22.10% of the issued Shares. Such shareholding, together with the 720,000,000 Shares (representing 73.47% of the issued Shares) held by 3 substantial shareholders of the Company, represented 95.57% of the issued Shares as at 1 February 2018. Therefore, only 43,421,955 Shares (representing 4.43% of the issued Shares) were held by other shareholders.

As at 1 February 2018, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Harvest Talent Investments Limited (<i>Note 1</i>)	532,500,000	54.34
Mr. Li Chao Wang (<i>Note 2</i>)	97,500,000	9.95
Dynasty Fortune Tourism Property Investments Limited (<i>Note 3</i>)	90,000,000	9.18
A group of 17 shareholders	216,578,045	22.10
Other shareholders	43,421,955	4.43
	980,000,000	100.00

Note 1: Harvest Talent Investments Limited is wholly and beneficially owned by Mr. Hon Chi Ming, the Founder, the Chairman, the Chief Executive Officer and an Executive Director of the Company.

Note 2: Mr. Li Chao Wang is deemed to be interested in 97,500,000 Shares, of which 60,000,000 Shares are held by Wealth Promise Holdings Limited (wholly owned by Fu An International Investments Limited, which is beneficially owned as to 74.21% by Mr. Li Chao Wang) and 37,500,000 Shares are held by Grand Luck Ventures Limited (wholly and beneficially owned by Mr. Li Chao Wang).



Note 3: Dynasty Fortune Tourism Property Investments Limited is wholly-owned by Dynasty Fortune Capital Limited, which is wholly and beneficially owned by Mr. Hui Chin Tong Godfrey, a Non-Executive Director of the Company.

The Shares were listed on the GEM Board of the Stock Exchange of Hong Kong Limited by way of placing of 260,000,000 shares (representing 26.53% of the Issued Shares) at HK\$0.60 per share on 9 December 2016. During the period from 9 December 2016 (i.e. the first day of listing) to 27 April 2017, the closing price of the Shares fluctuated between HK\$0.53 and HK\$0.67. After that, the share price has increased substantially by 245% from the closing price of HK\$0.62 on 27 April 2017 to close at HK\$2.14 on 1 February 2018. During the period from 2 February 2018 to 22 February 2018, the closing price of the Shares moved in a narrow range between HK\$2.08 and HK\$2.29.

The Company had made, inter alia, the following announcements between April 2017 and February 2018:

- 1) On 9 May 2017, the Company announced the first quarterly results for the three months ended 31 March 2017, which recorded a net profit of RMB3.9 million, as compared to a net loss of RMB7.5 million for the corresponding period in 2016.
- 2) On 14 July 2017, the Company announced that it was expected to record an unaudited net loss of between RMB8.7 million and RMB13.0 million for the six months ended 30 June 2017, as compared to a net loss of RMB27.2 million for the same period in 2016. The Company subsequently announced the interim results of 2017 on 9 August 2017 with a net loss of RMB11.9 million.
- 3) On 10 November 2017, the Company announced the third quarterly results with a net loss of RMB28.2 million for the nine months ended 30 September 2017, as compared to a net loss of RMB38.5 million for the corresponding period in 2016.
- 4) On 31 January 2018, the Company issued a positive profit alert for the year ended 31 December 2017, expecting to record a net profit of at least RMB48.0 million for the year of 2017, as compared to a net loss of RMB46.6 million for the year of 2016.

As at 22 February 2018, the Shares closed at HK\$2.23, representing an increase of 260% from the close of HK\$0.62 on 27 April 2017.

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