



28 August 2012

**High Concentration of Shareholding
in
Dongwu Cement International Limited (Stock Code: 695)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Dongwu Cement International Limited (“the Company”) in the hands of a limited number of shareholders as at 2 August 2012.

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 2 August 2012, 17 shareholders held an aggregate of 127,506,000 Shares, representing 24.90% of the issued Shares. Such shareholding, together with 375,000,000 Shares (representing 73.25% of the issued Shares) held aggregately by 2 management shareholders of the Company (i.e. Goldview Development Limited and Concord Ocean Limited), represented 98.15% of the issued Shares as at 2 August 2012. Therefore, only 9,494,000 Shares (representing 1.85% of the issued Shares) were held by other shareholders.

As at 2 August 2012, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Goldview Development Limited (Note 1)	297,500,000	58.11
Concord Ocean Limited (Note 2)	77,500,000	15.14
Atlantis Capital Holdings Limited (Note 3)	42,000,000	8.20
A group of 16 shareholders (Note 4)	85,506,000	16.70
Other shareholders	9,494,000	1.85
Total	512,000,000	100.00

Note 1: The entire issued share capital of Goldview Development Limited (“Goldview”) is legally and beneficially owned by Mr. Tseung Hok Ming (“Mr. Tseung”). Mr. Tseung is a non-executive director of the Company.

Note 2: The entire issued share capital of Concord Ocean Limited (“Concord”) is legally and beneficially owned by Mr. Jin Chungen (“Mr. Jin”). Mr. Jin is an executive director and chief executive officer of the Company.

Note 3: Atlantis Capital Holdings Limited (“Atlantis”) is an investment management company controlled and owned by Ms. Liu Yang. Atlantis was a placee during the initiate public offering of the Company in June 2012 (the “IPO”). It was initially allotted 44,960,000 Shares.



Note 4: Amongst the 85,506,000 Shares, 52,416,000 Shares (representing 10.24% of the issued Shares) were held by 7 shareholders who were placees during the IPO. They were initially allotted a total of 44,080,000 Shares.

The Company was listed on the Main Board of the Stock Exchange of Hong Kong Limited on 13 June 2012 by way of global offering of 137,000,000 Shares (including 12,000,000 over-allotment Shares), representing 26.75% of the issued Shares, at \$1.10 per share. The share price closed at \$1.15 on its first day of listing.

Since then, the share price continued to increase and reached an all time high of \$1.49 on 25 June 2012. The share price then eased slightly and hovered at around the \$1.30 level.

On 31 July 2012 after market close, the Company issued a Profit Warning announcement disclosing that the Company might record a loss for the six months ended 30 June 2012. On the next trading day (i.e. 1 August 2012), the share price closed at \$1.32, an increase of 1.53% from the previous closing price of \$1.30. On 27 August 2012, the share price closed at \$1.25 representing an increase of 13.64% from its IPO price.

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