

19 November 2024

**High Concentration of Shareholding
in
Sprocomm Intelligence Limited (Stock Code: 01401)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Sprocomm Intelligence Limited (“the Company”) in the hands of a limited number of shareholders as at 7 November 2024.

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 7 November 2024, 26 shareholders held an aggregate of 517,374,540 Shares, representing 51.74% of the issued Shares. Our findings also suggested that, as at 7 November 2024, an aggregate of 47,604,000 Shares (representing 4.76% of the issued Shares) were not held in the Central Clearing and Settlement System (“CCASS”) despite they were still registered under the name of HKSCC Nominees Limited at the Company’s Hong Kong register of members. Such shareholdings, together with 344,999,460 Shares (representing 34.50% of the issued Shares) held by the two substantial shareholders of the Company, represented 91% of the issued Shares. As such, only 90,022,000 Shares (representing 9% of the issued Shares) were in the hands of other shareholders.

As at 7 November 2024, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Leap Elite Limited (Note 1)	204,967,204	20.50
Beyond Innovation Limited (Note 2)	140,032,256	14.00
A group of 26 shareholders	517,374,540	51.74
Shares not held in CCASS despite they were still registered under the name of HKSCC Nominees Limited at the Company’s Hong Kong register of members	47,604,000	4.76
Other shareholders	90,022,000	9.00
Total	1,000,000,000	100.00

Note 1: Leap Elite Limited is legally owned as to 100% by Mr LI Chengjun (Executive Director, Chairman & Chief Executive Officer) for the beneficiaries of the family trust found by himself.



Note 2: Beyond Innovation Limited is legally owned as to 100% by Mr XIONG Bin (Executive Director & Vice Chairman) for the benefit of the beneficiaries of the family trust found by himself.

From 12 September 2024 to 6 November 2024, the closing price of the Shares rose 330% from HK\$3.49 on 11 September 2024 to HK\$15.00 on 6 November 2024.

As at 18 November 2024, the price of the Shares closed at HK\$13.36, representing an increase of 283% from the closing price of HK\$3.49 on 11 September 2024.

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 could fluctuate substantially even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.

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