

9 July 2024

**High Concentration of Shareholding
in
LC Logistics, Inc. (Stock Code: 02490)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of LC Logistics, Inc. (the “Company”) in the hands of a limited number of shareholders as at 21 June 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 21 June 2024, 18 shareholders held an aggregate of 126,275,862 Shares, representing 44.11% of the issued Shares. Such shareholding, together with 158,553,294 Shares (representing 55.39% of the issued Shares) held by the 3 ultimate controlling shareholders of the Company, represented 99.50% of the issued Shares. As such, only 1,440,000 Shares (representing 0.50% of the issued Shares) were in the hands of other shareholders.

As at 21 June 2024, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Mr. Xu Xin and Ms. Li Yan (Note 1)	134,261,034	46.90
Ms. Liu Quanxiang (Note 2)	24,292,260	8.49
A group of 18 shareholders	126,275,862	44.11
Other shareholders	1,440,000	0.50
Total	286,269,156	100.00

Note 1: Mr. Xu Xin is the president, chairman, chief executive officer and executive director of the Company. Lecang Fantasy Limited is wholly owned by Lecang Boundless Limited, which is in turn wholly owned by Mr. Xu Xin. Lecang Fantasy Limited held 8,495,790 Shares. Lecang Altitude Limited is wholly owned by Grand Sailing Limited, which is in turn wholly owned by Mr. Xu Xin. Lecang Altitude Limited held 75,896,322 Shares.

Glorious Sailing Limited is owned as to approximately 79.53% by Mr. Xu Xin. According to Part XV of the Securities & Futures Ordinance, Mr. Xu Xin is deemed to be interested in the Shares held by Glorious Sailing Limited. Glorious Sailing Limited held 30,252,600 Shares.

Ms. Li Yan is the vice president, an executive director, and the spouse of Mr. Xu Xin. Lecang Shining Limited is wholly owned by Peace Seaworld Limited, which is in turn wholly owned by Ms. Li Yan.



Lecang Shining Limited held 19,616,322 Shares. According to Part XV of the Securities & Futures Ordinance, Mr. Xu Xin and Ms. Li Yan were both deemed to be interested in 134,261,034 Shares.

Note 2: Ms. Liu Quanxiang is the mother of Ms. Li Yan and mother-in-law of Mr. Xu Xin. Lecang Flourishing Limited is wholly owned by Spring Wealth Limited, which is in turn wholly owned by Ms. Liu Quanxiang. Lecang Flourishing Limited held 24,292,260 Shares.

The Shares were listed on the Main Board of the Stock Exchange of Hong Kong on 25 September 2023 at the Listing Price of HK\$5.13. According to the Announcement of Final Offer Price and Allotment Results published by the Company on 22 September 2023, the top 20 shareholders held 282,585,156 Shares upon listing (assuming no exercise of the over-allotment option), representing 99.53% of the issued Shares. In the same announcement, the Company also issued a high concentration of shareholding warning.

During the period from 12 April 2024 to 21 June 2024, the closing price of the Shares substantially increased 460% from HK\$5.00 on 11 April 2024 to HK\$28.00 on 21 June 2024.

As at 8 July 2024, the Shares closed at HK\$33.20, representing an increase of 564% from the closing price of HK\$5.00 on 11 April 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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