

25 January 2019

**High Concentration of Shareholding
in
Hon Corporation Limited (Stock Code: 08259)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Hon Corporation Limited (“the Company”) in the hands of a limited number of shareholders as at 15 January 2019.

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 15 January 2019, a group of 10 shareholders held an aggregate of 88,564,000 Shares, representing 18.5% of the issued Shares. Such shareholding, together with 360,000,000 Shares (representing 75.0% of the issued Shares) held by the substantial shareholder of the Company, represented 93.5% of the issued Shares as at 15 January 2019. Therefore, only 31,436,000 Shares (representing 6.5% of the issued Shares) were held by other shareholders.

As at 15 January 2019, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Bizstar Global Limited (Note 1)	360,000,000	75.0
A group of 10 shareholders	88,564,000	18.5
Other shareholders	31,436,000	6.5
Total	480,000,000	100.0

Note 1: The entire issued share capital of Bizstar Global Limited is legally and beneficially owned as to 70% by Mr. Ho Lien Hwai (“Mr. Ho”) and 30% by Mr. Lim Shi Min (“Mr. Lim”). Accordingly, Mr. Ho and Mr. Lim are deemed to be interested in 360,000,000 shares of the Company held by Bizstar Global Limited by virtue of the Securities and Futures Ordinance. Mr. Ho is the Chairman, Chief Executive Officer and an Executive Director of the Company. Mr. Lim is an 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 and public offer of a total of 120,000,000 shares (representing 25% of the issued Shares) at \$0.50 per share on 7 November 2018.



During the period from 7 November 2018 to 27 December 2018, share price of the Company closed between \$0.50 and \$0.71. Subsequently during the two trading days on 28 December 2018 and 31 December 2018, the closing price of the Shares surged by a total of 197% to close at \$2.05.

As at 24 January 2019, share price of the Company closed at \$1.54, which was 123% higher than the closing price of \$0.69 on 27 December 2018 or approximately 3 times of its IPO offer price of \$0.50.

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