

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **AVIC Joy Holdings (HK) Limited**

**幸福控股(香港)有限公司**

*(Incorporated in Hong Kong with limited liability)*

**(Stock Code: 260)**

### **QUARTERLY UPDATE ON SUSPENSION OF TRADING**

This announcement is made by AVIC Joy Holdings (HK) Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) and 13.24A of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to (i) the announcements of the Company dated 7 September 2022, 9 September 2022, 19 September 2022, 17 November 2022 and 28 November 2022, respectively, in relation to, among others, the decision of the Listing Committee to suspend trading in the Shares; (ii) the announcement of the Company dated 5 December 2022 in relation to, among others, the Resumption Guidance; and (iii) the announcement of the Company (the “**Voluntary Announcement**”) dated 24 February 2023 in relation to the latest development regarding the LED Business (collectively, the “**Announcements**”). Unless otherwise specified, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements.

### **UPDATE ON BUSINESS OPERATIONS**

The Group is principally engaged in (i) the Finance Lease Business; (ii) the provision of the public-private partnership class 1 land development services and sale of construction materials in the People’s Republic of China (the “**Land Development Business**”); (iii) the LED Business; and (iv) the Gas and Petroleum Products Business.

Pursuant to Rule 13.24A of the Listing Rules, the Board wishes to update the Shareholders and potential investors of the Company that, as at the date of this announcement, the latest developments of the Company are as follows:

### **Land Development Business**

As disclosed in the announcement of the Company dated 31 January 2023, AVIC International (Fujian) Industrial Co., Ltd.\* (中航國際(福建)實業有限公司), an indirect subsidiary of the Company, had received an administrative judgment\* (行政判決書) (the “**Administrative Judgment**”) from the High People’s Court of Fujian Province\* (福建省高級人民法院) dated 30 May 2022. According to the Administrative Judgement, the appeal filed by the Group to the High People’s Court has been dismissed.

As at the date of this announcement, the Company is still seeking legal advice in respect of the Administrative Judgement and appropriate actions will be taken if so advised. If there is further progress, the Company will make further announcement as soon as reasonably practicable.

### **LED Business**

#### ***(1) Legal disputes involving Zi Yu Tai and AVIC Tianxu***

As stated in the Voluntary Announcement, on 9 September 2022, Guangdong Zi Yu Tai Finance Leasing Company Limited\* (廣東資雨泰融資租賃有限公司) (“**Zi Yu Tai**”), an indirect wholly-owned subsidiary of the Company, filed property preservation applications to the People’s Court of Yuexiu District, Guangzhou City, Guangdong Province\* (廣東省廣州市越秀區人民法院) to seal, freeze and detain the property of Guangdong AVIC Tianxu Hengyuan Energy Saving Technology Company Limited\* (廣東中航天旭恒源節能科技有限公司) (“**AVIC Tianxu**”), a subsidiary of Jia Lian International Limited (“**Jia Lian**”), a joint venture of the Group, in the total amount of approximately RMB19,000,000. The People’s Court of Yuexiu District, Guangzhou City, Guangdong Province handed down civil judgments\* (民事裁定書) on 28 September 2022 and 21 November 2022, respectively, which ruled that the property preservation applications have been accepted.

The Company is currently seeking legal advice regarding the relevant proceedings. The Company will closely monitor the development of the legal proceedings and publish further announcement(s) to inform its Shareholders as soon as reasonably practicable.

**(2) *Legal dispute involving Tongda and Jia Lian***

On 26 October 2022, Tongda Environmental Technology Limited (“**Tongda**”), a direct wholly-owned subsidiary of the Company, issued a writ of summons in the High Court of the Hong Kong Special Administrative Region (“**High Court**”) against Jia Lian, for breach of a loan agreement dated 30 September 2015. Please refer to the Voluntary Announcement for further details.

As at the date of this announcement, the legal proceeding is still in progress. The Company will make further announcement(s) in relation to the litigation proceeding as and when appropriate pursuant to the relevant requirements of the Listing Rules.

**(3) *Legal dispute involving Jia Lian and the Company***

On 14 February 2023, the Company received a writ of summons dated 10 February 2023 in High Court issued by Jia Lian as plaintiff for alleged breach of a loan agreement dated 13 October 2016. Please refer to the Voluntary Announcement for further details.

On 27 February 2023, the Company filed an acknowledgment of service of writ of summons indicating that the Company intends to contest the proceedings. The Company is currently seeking legal advice regarding the relevant proceedings and would defend its position. The Company will closely monitor the development of the legal proceedings and publish further announcement(s) to inform its Shareholders as soon as reasonably practicable.

**Other update on business operations**

The Group will continue to review its existing businesses from time to time and strive to improve the business operations and financial position of the Group. Since the suspension of trading in its Shares, the Company has been communicating with various potential business partners, in particular those for the Gas and Petroleum Products Business, to explore and consider different options and future opportunities in order to prepare a viable resumption proposal to resolve the issues leading to the trading suspension and address the Resumption Guidance, and to work on the resumption of the trading in the Shares as soon as possible. Further announcement(s) in relation to the business operation of the Group will be made as and when appropriate.

## **UPDATE ON RESUMPTION PROGRESS**

The Company is devising its resumption plan and working with its professional advisors in order to fulfill the Resumption Guidance as soon as practicable.

The Company remains committed to the Resumption Guidance and will publish further announcement(s) to keep its Shareholders and potential investors of the Company informed of the status and development of the Company as and when appropriate, as well as announce quarterly updates on its development of the resumption status pursuant to Rule 13.24A of the Listing Rules.

## **CONTINUED SUSPENSION OF TRADING**

At the request of the Company, trading in the Shares on the Stock Exchange has been suspended with effect from 9:00 a.m. on Tuesday, 29 November 2022. Pending fulfilment of the Resumption Guidance, trading in the Shares on the Stock Exchange will remain suspended until further notice.

**Please note that the above-mentioned development does not necessarily indicate that trading in the Company's Shares will be resumed. Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company.**

*\* for identification purposes only*

By order of the Board  
**AVIC Joy Holdings (HK) Limited**  
**CHANG Chien**  
*Chairman and Executive Director*

Hong Kong, 28 February 2023

*As at the date of this announcement, the board of Directors comprises:*

*Executive Directors*

*Mr. Chang Chien (Chairman), Mr. Lam Toi Man and Mr. Zhu Chengye*

*Independent Non-Executive Directors*

*Mr. To Chun Kei, Mr. Lok Tze Bong and Mr. Cheung Ting Pong*