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**中國山東高速金融集團有限公司**  
CHINA SHANDONG HI-SPEED FINANCIAL GROUP LIMITED

*(incorporated in Bermuda with limited liability)*

**(Stock Code: 412)**

**FURTHER ANNOUNCEMENT  
IN RELATION TO  
THE LOAN AGREEMENT  
IN THE PRINCIPAL AMOUNT OF HK\$200,000,000**

Reference is made to the announcements of China Shandong Hi-Speed Financial Group Limited (the “**Company**”) dated 22 March 2018, 9 April 2018, 13 August 2019 and 19 August 2019 (the “**Announcements**”) in relation to the provision of financial assistance in the principal amount of HK\$200,000,000. Unless otherwise defined, capitalized terms used in this announcement shall have the meanings as those defined in the Announcements.

On 19 August 2019, CIF Finance and the Borrower entered into the Borrower Settlement Agreement (details of which are set out in the Company’s announcement dated 19 August 2019). The Borrower has failed to make payment of the amount due on 19 December 2019, as required by the Borrower Settlement Agreement. The Borrower is therefore in default of the Borrower Settlement Agreement.

After several months of negotiations, including filing a writ at the High Court of Hong Kong to claim against the Borrower in connection with its default under the Borrower Settlement Agreement and a notice of discontinuance of the writ after the Borrower has approached CIF Finance for a settlement in relation to such writ, on 30 March 2020, CIF Finance and the Borrower entered into a supplemental settlement agreement (the “**Borrower Supplemental Settlement Agreement**”), pursuant to which, among other things, the Borrower has agreed to pay to CIF Finance:

- (a) HK\$1,000,000 on or before 30 March 2020;
- (b) within 14 days from the date of the Borrower Supplemental Settlement Agreement, HK\$50,000 towards the costs and expenses incurred by CIF Finance since 19 August 2019 that are associated with and/or in connection with (i) the Borrower’s default of the Loan Agreement and the Borrower Settlement Agreement; and (ii) the negotiation, conclusion and execution of the Borrower Supplemental Settlement Agreement and any documents referred to therein to be agreed and executed;
- (c) HK\$20,000,000 on or before 30 June 2020; and
- (d) the final instalment (the “**Final Instalment**”) on or before 30 September 2020, which shall consist of the remaining outstanding principal and the interests accrued on the following sums at the rate of 12% per annum of a 365-day year: (i) HK\$154,250,000 multiplied by the actual number of days elapsed between 1 January 2020 and the actual repayment date of the sum in paragraph (c) above; and (ii) HK\$133,250,000 multiplied by the actual number of days elapsed between 18 June 2020 and the actual repayment date of the Final Instalment, deducted by HK\$20,000,000 (i.e. the same amount received from the Guarantor, more details below) and the interest at the rate of 12% per annum on HK\$20,000,000 from 9 August 2019 to the actual repayment date of the Final Instalment.

In the event that the Borrower fails to settle the Final Instalment in accordance with the terms of the Borrower Supplemental Settlement Agreement, and without prejudice to all the rights of CIF Finance under the Loan Agreement, the Borrower Settlement Agreement and the Borrower Supplemental Settlement Agreement, CIF Finance shall be entitled to claim and/or recover from the Borrower interests accrued on all the then outstanding sum of the actual number of days elapsed between the payment deadline as provided in the Borrower Supplemental Settlement Agreement and the actual repayment date of the outstanding sum at the rate of 17% per annum of a 365-day year.

As disclosed in the Company's announcement dated 13 August 2019, CIF Finance and the Guarantor entered into a settlement agreement on 8 August 2019 (the "**Guarantor Settlement Agreement**") and the Guarantor had paid HK\$20,000,000 to CIF Finance pursuant to the terms thereof. The deduction of the HK\$20,000,000 and the relevant interest from the Final Instalment under the Borrower Supplemental Settlement Agreement was determined between CIF Finance and the Borrower after arm's length negotiations taking into account the HK\$20,000,000 that the Guarantor had paid to CIF Finance under the Guarantor Settlement Agreement and the interest accruing thereon from the date of payment of such sum by the Guarantor and the final repayment date of all the remaining outstanding principal and interests in respect of the Loan under the Borrower Supplemental Settlement Agreement.

As at the date hereof, the Borrower has paid HK\$1,000,000 to CIF Finance in accordance with the Borrower Supplemental Settlement Agreement.

The Company reserves all its rights, entitlements and/or interests against the Borrower and/or the Guarantor. In particular, pursuant to the Borrower Supplemental Settlement Agreement, if the Borrower defaults in payment of any of the amount in accordance with the provisions thereunder, CIF Finance shall be at liberty to exercise any powers or rights under or incidental to, *inter alia*, the Borrower Supplemental Settlement Agreement, the Borrower Settlement Agreement and the Loan Agreement. Additionally, CIF Finance remains at liberty to exercise any powers or rights against the Guarantor under or incidental to the Loan Agreement, the personal guarantee given by the Guarantor in connection with the Loan and/or the Guarantor Settlement Agreement.

The Company will make further announcement(s) as and when appropriate in accordance with the Listing Rules.

By Order of the Board  
**China Shandong Hi-Speed Financial Group Limited**  
**Wang Xiaodong**  
*Chairman*

Hong Kong, 30 March 2020

*As at the date of this announcement, the Company has five executive directors, namely Mr. Wang Xiaodong, Mr. Liu Han, Ms. Liao Jianrong, Mr. Liu Zhijie and Mr. Liu Yao; three non-executive directors, namely Dr. Lam Lee G., Mr. Qiu Jianyang and Mr. Lo Man Tuen; and four independent non-executive directors, namely Mr. To Shing Chuen, Mr. Cheung Wing Ping, Mr. Guan Huanfei and Mr. Tan Yuexin.*