

*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.*



F A R N O V A

## **FARNOVA GROUP HOLDINGS LIMITED**

**法諾集團控股有限公司**

*(Incorporated in Bermuda with limited liability)*

**(Stock code: 8153)**

### **BUSINESS UPDATE**

#### **STRATEGIC COOPERATION AGREEMENT IN RELATION TO FORMATION OF A FUND**

This announcement is made by Farnova Group Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis to provide the shareholders and potential investors of the Company updates on the latest business development of the Group.

#### **STRATEGIC COOPERATION AGREEMENT**

The board of directors of the Company (the “**Board**”) is pleased to announce that the Company has entered into a strategic cooperation agreement (the “**Strategic Cooperation Agreement**”) with two independent third parties, namely Shenzhen Qianhai Guangdong-Hong Kong Capital Investment Management Co., Ltd.\* (深圳前海粵港資本投資管理有限公司) (“**Guangdong-HK Capital**”) and Guangdong Guanghao Investment Consulting Co., Ltd.\* (廣東省光浩投資諮詢有限公司) (“**Guangdong Guanghao**”), pursuant to which the parties intend to jointly form and manage a fund which shall focus on investments in emerging technology industries primarily including new energy vehicles and related core components, new energy power batteries and related materials, as well as digital new infrastructure fields such as businesses related to the internet of intelligent vehicles, which has been widely applied for transportational wireless communications and information exchange.

The Strategic Cooperation Agreement only sets out the preliminary cooperation framework of the parties thereto, and the terms of transactions contemplated thereunder are subject to further agreement(s) and/or arrangement(s) to be entered into by the parties.

## **REASONS FOR AND BENEFITS OF ENTERING INTO THE STRATEGIC COOPERATION AGREEMENT**

The Group is principally engaged in the sales of new energy electric vehicles and advertising. As disclosed in the first quarterly report of the Company for the three months ended 30 June 2021, the Group would explore investment opportunities to expedite the development of its new energy electric vehicle business so as to capture the potential growth. Leveraging on the knowledge, network and experience of Guangdong-HK Capital and Guangdong Guangho in respect of other strategic emerging industries and management of funds, the Board is of the view that the entering into of the Strategic Cooperation Agreement represents a business opportunity in furtherance of the Group's new energy electric vehicle business and, subject to formal agreement to be entered into, would enable the Group to tap into the digital new infrastructure fields which would help improve its competitiveness within the vehicle industry, thereby potentially enhancing the earnings of the Group and the returns to the shareholders.

### **GENERAL**

The Board wishes to emphasise that the cooperation contemplated under the Strategic Cooperation Agreement may or may not proceed and that as at the date of this announcement, the parties have not entered into any legally binding agreement(s) in relation to the transactions contemplated under the Strategic Cooperation Agreement. Further announcement(s) will be made by the Company as and when appropriate in compliance with the relevant Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited.

By Order of the Board  
**Farnova Group Holdings Limited**  
**Guo Gelin**  
*Chairman*

Hong Kong, 4 November 2021

*As of the date of this announcement, the executive Directors are Mr. Guo Gelin, Mr. Mou Zhongwei and Mr. Deng Li; the non-executive Directors are Mr. Wang Qiang, Mr. Kuang Quanzhuang, Mr. Li Guangying, Mr. Wang Hanjing and Mr. Wen Jingzhou; and the independent non-executive Directors are Mr. Luo Ji, Ms. Wu Hong, Mr. Li Jianxing and Dr. Wu Bin.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the website of GEM of The Stock Exchange of Hong Kong Limited at <http://www.hkgem.com> on the “Latest Company Announcements” page for at least 7 days from the date of its publication. This announcement will also be published on the website of the Company at <http://farnov.ocoplus.com>.*

*\* for identification purpose only*