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CHINESE PEOPLE HOLDINGS COMPANY LIMITED

中民控股有限公司

(incorporated in Bermuda with limited liability) (stock code: 681)

DISCLOSEABLE TRANSACTION:

- 1. CAPITAL INJECTION OF 60.34% EQUITY INTERESTS
IN THE TARGET COMPANY**
- 2. PROVISION OF FINANCIAL ASSISTANCE**

CAPITAL INJECTION

The Board announces that on 12 January 2021 (after trading hours), the Contributor (Chongqing Xiye, an indirectly wholly-owned subsidiary of the Company), the Target Company and Chongqing Jingtong (sole shareholder of the Target Company) entered into the Capital Injection Agreement, pursuant to which the Contributor (Chongqing Xiye) has conditionally agreed to contribute RMB35,000,000 to the Target Company, representing 60.34% of equity interests (on the enlarged basis).

Upon Completion of the Capital Injection, the Group will hold 60.34% of the equity interests (on the enlarged basis) in the Target Company which will become an indirectly non-wholly-owned subsidiary of the Company and whose financial information will be consolidated into the financial statements of the Group.

PROVISION OF FINANCIAL ASSISTANCE (LOAN AGREEMENT), EQUITY PLEDGE AND SHAREHOLDER'S RIGHTS ENTRUSTMENT

The Board announces that on 12 January 2021 (after trading hours), Target Company (as the Lender) and Chongqing Jingtong (as the Borrower) entered into the Loan Agreement to provide a loan in the amount of RMB30,000,000. The term of the loan is 3 years from 13 January 2021 to 12 January 2024.

The Board announces that on 12 January 2021 (after trading hours), according to the Loan Agreement, Chongqing Jingtong and Target Company entered into the Equity Pledge Agreement, pursuant to which Chongqing Jingtong pledged its 39.66% equity interest in Target Company to Target Company as a guarantee for the Loan of RMB30,000,000.

The Board announces that, on 12 January 2021 (after trading hours), according to the Loan Agreement, Chongqing Jingtong (as the Entrusting Party) and Chongqing Xiye (as the Entrusted Party) entered into the Shareholder's Rights Entrustment Agreement, pursuant to which Chongqing Jingtong agreed to entrust all shareholder's rights of its interests (39.66%) in Target Company to Chongqing Xiye for all its entitlement and exercise.

LISTING RULES IMPLICATIONS

On Completion of the Capital Injection, Chongqing Jingtong, a major shareholder of Target Company, holds 39.66% equity interests and considered as related party. As the total assets, profits and revenue (calculated from the date of establishment, i.e. 22 December 2020 and for the latest financial period ended 31 December 2020) of Target Company are all less than 10% and 5% of those in the audited financial information of the Group for the year ended 31 March 2020 respectively. Thus, Target Company is considered as an insignificant subsidiary of the Company pursuant to Rule 14A.09 of the Listing Rules and the directors, chief executives, substantial shareholders or supervisors of Target Company are not regarded as connected persons of the Company under Chapter 14A of the Listing Rules, the transaction contemplated under the Loan does not constitute a connected transaction of the Company under Chapter 14A of the Listing Rules.

As one or more of the applicable percentage ratios of the Capital Injection exceeds 5% but is less than 25%, the Capital Injection constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

As one or more of the applicable percentage ratios of the Loan exceeds 5% but is less than 25%, the Loan constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

CAPITAL INJECTION AGREEMENT

The Board announces that on 12 January 2021 (after trading hours), the Contributor (Chongqing Xiye), the Target Company and Chongqing Jingtong (sole shareholder of the Target Company) entered into the Capital Injection Agreement, pursuant to which the Contributor (Chongqing Xiye) has conditionally agreed to contribute RMB35,000,000 to the Target Company, representing 60.34% of equity interests (on the enlarged basis).

- (I) Date : 12 January 2021
- (II) Parties : Contributor (Chongqing Xiye), an indirectly wholly-owned subsidiary of the Company as at the date of this announcement;

Chongqing Jingtong:

Before the Completion of the Capital Injection, it holds 100% interests in Target Company

Upon the Completion of the Capital Injection, it holds 39.66% interests in the Target Company; and

Target Company

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries on the date of this announcement, the Target Company and Chongqing Jingtong and their respective ultimate beneficial owners are all independent of the Company and its connected persons.

- (III) Completion of the Capital Injection : Chongqing Xiye will hold 60.34% of the interests (on the enlarged basis) in the Target Company.
- Chongqing Jingtong will hold 39.66% of the interests (on the enlarged basis) in the Target Company.
- (IV) Capital injection : the Contributor (Chongqing Xiye) has conditionally agreed to contribute RMB35,000,000 to the Target Company, representing 60.34% of equity interests (on the enlarged basis).

(V) Consideration for Capital Injection : According to the Capital Injection Agreement, the Consideration for the Capital Injection is RMB35,000,000, which will be remitted by Chongqing Xiye into the bank account of the Target Company via bank transfer prior to 31 January 2021 and accounted for registered capital of the Target Company accordingly.

The Consideration for Capital Injection was determined after arm's length negotiations between the Contributor (Chongqing Xiye) and Chongqing Jingtong with reference to the capital commitment of RMB23,000,000 made by Chongqing Jingtong to the Target Company. The Directors consider that the terms of the Capital Injection are fair and reasonable and in the interests of the Company and Shareholders as a whole.

The Consideration for Capital Injection will be financed by internal resources of the Group.

(VI) Establishment of a limited liability company

- The Target Company is a limited liability company established under the Company Law of the People's Republic of China. It shall set up the board of shareholders, the board of directors, supervisor, and management whose compositions, duties and powers, appointment and removal and rules of procedures will be expressly stipulated in the Article of Association of the Target Company in accordance with the Company Law of the People's Republic of China following the Capital Injection.
- The Board of the Target Company comprises three directors, of which two have been nominated by Chongqing Xiye and one by Chongqing Jingtong. The appointment of the chairman shall be otherwise agreed between the both parties in accordance with the Articles of Association.
- The Target Company will not establish a supervisory committee, but Target Company will nominate a supervisor instead.

- The Target Company shall have one general manager and one financial controller who shall both be nominated by Chongqing Xiye and appointed or dismissed by the Board; and a certain number of vice general managers, who shall be nominated by the general manager and appointed or dismissed by the Board.
- Upon the signing of the Capital Injection Agreement, Chongqing Xiye will send a management team (including financial, administrative, and business managers) to the Target Company to take over the whole business as well as operation of the Target Company and follow up with asset handover, the change of business registration, and other formalities.

(VII) Completion : The completion shall be before 31 January 2021. Upon completion of the Capital Injection in accordance with the terms and conditions of the Capital Injection Agreement, the Group will hold 60.34% of the equity interests (on the enlarged basis) in the Target Company which will become an indirectly non-wholly-owned subsidiary of the Company and whose financial information will be consolidated into the financial statements of the Group and Chongqing Jingtong will hold 39.66% of the equity interests (on the enlarged basis) in the Target Company.

PROVISION OF FINANCIAL ASSISTANCE — LOAN AGREEMENT

The Board announces that on 12 January 2021 (after trading hours), Target Company (as the Lender) and Chongqing Jingtong (as the Borrower) entered into the Loan Agreement to provide a loan in the amount of RMB30,000,000. The term of the loan is 3 years from 13 January 2021 to 12 January 2024.

- (I) Date : 12 January 2021
- (II) Lender : Target Company;

- (III) Borrower : Chongqing Jingtong;
- Before the Completion of the Capital Injection, it holds 100% interests in Target Company;
- Upon the completion of the Capital Injection, it holds 39.66% interests in Target Company;
- (IV) Loan principal : RMB30,000,000.
- (V) Term : 3 years from 13 January 2021 to 12 January 2024.
- (VI) Loan interest : The interest shall be waived, and the reasons disclosed in “REASONS AND BENEFITS FOR CAPITAL INJECTION, LOAN, EQUITY PLEDGE AND SHAREHOLDER’S RIGHTS ENTRUSTMENT” below.
- (VII) Pledge guarantee : According to the Loan Agreement, Chongqing Jingtong and Target Company entered into the Equity Pledge Agreement, pursuant to which Chongqing Jingtong pledged its 39.66% equity interest in Target Company to Target Company as a guarantee for the Target Company Loan.
- (VIII) Shareholder’s Rights Entrustment : According to the Loan Agreement, Chongqing Jingtong (as the Entrusting Party) and Chongqing Xiye (as the Entrusted Party) entered into a Shareholder’s Rights Entrustment Agreement, pursuant to which Chongqing Jingtong agreed to entrust all shareholder’s rights of its 39.66% interest in Target Company to Chongqing Xiye for all its entitlement and exercise. Details of the Shareholder’s Rights Entrustment is disclosed in “SHAREHOLDER’S RIGHTS ENTRUSTMENT” below.
- (IX) Payment of the Loan by instalments : First instalment:
- Target Company shall pay RMB22,000,000 to Chongqing Jingtong within three Working Days after the signing of the Loan Agreement.
- Within two Working Days after Target Company paid the first instalment, Chongqing Jingtong shall complete procedures for releasing pledges of Property I and Property II.

Chongqing Jingtong shall also hand over original copies of real estate registration certificates of Property I and Property II to Target Company; and help with the change of registration (transferred the legal title to and be under the name of Target Company) for the real estate registration certificates of Property I and Property II.

Second instalment:

Within five Working Days after Chongqing Jingtong transferred Property I and Property II (including land use rights and buildings) to Target Company, Target Company shall pay the remaining of RMB8,000,000 to Chongqing Jingtong.

(X) Purpose of the Loan : Chongqing Jingtong promises that the First Instalment paid by Target Company will only be used for the sole purpose of repaying the mortgage of RMB22,000,000 offered by Aoyuan Branch of Chongqing Three Gorges Bank Co., Ltd. (“**Three Gorges Bank**”) in order to release the pledges of Property I and Property II under Three Gorges Bank;

Chongqing Jingtong must repay the Three Gorges Bank Mortgage on an one-off basis, obtain back the original copies of the real estate registration certificates of Property I and Property II and apply for the release of the pledges within one Working Day after the First Instalment was received. If Chongqing Jingtong uses the First Instalment for other purposes, Target Company shall be entitled to request Chongqing Jingtong to bear liabilities for default by repaying twice of the amount of the Target Company Loan; and

Property I and Property II are assets of RMB23,000,000 contributed by Chongqing Jingtong to the Target Company and shall be transferred to the Target Company prior to 31 January 2021.

EQUITY PLEDGE

The Board announces that on 12 January 2021 (after trading hours), according to the Loan Agreement, Chongqing Jingtong and Target Company entered into the Equity Pledge Agreement, pursuant to which Chongqing Jingtong pledged its 39.66% equity interest in Target Company to Target Company to provide a guarantee for the Target Company Loan.

(I) Date : 12 January 2021

(II) Pledgor : Chongqing Jingtong:

Before the Completion of the Capital Injection, it holds 100% interests in Target Company;

Upon the completion of the Capital Injection, it holds 39.66% interests in Target Company;

(III) Pledgee : Target Company

(IV) Scope of guarantee for equity pledge : According to the Loan Agreement, the scope of guarantee includes the Target Company Loan and its interest, penalties, liquidated damages and expenses advanced by Target Company and expenses incurred from the realisation of the creditor's rights (including but not limited to attorneys' fees, legal fees, property preservation fees, travelling expenses, enforcement fees, appraisal fees, and auction fees).

(V) Release of equity pledge : After completed the change of registration (transfer of the legal title to and be under the name of the Target Company) of the Properties to be contributed by Chongqing Jingtong into the Target Company, the equity pledge will be automatically released.

SHAREHOLDER'S RIGHTS ENTRUSTMENT

The Board announces that, on 12 January 2021 (after trading hours), according to the Loan Agreement, Chongqing Jingtong (as the Entrusting Party) and Chongqing Xiye (as the Entrusted Party) entered into the Shareholder's Rights Entrustment Agreement, pursuant to which Chongqing Jingtong agreed to entrust all Shareholder's Rights of its interests of 39.66% in Target Company to Chongqing Xiye for all its entitlement and exercise.

- (I) Date : 12 January 2021
- (II) Entrusted Party : Chongqing Xiye
- (III) Entrusting Party : Chongqing Jingtong;

Before the Completion of the Capital Injection, it holds 100% interests in Target Company;

Upon the completion of the Capital Injection, it holds 39.66% interests in Target Company;

- (IV) Shareholder's Rights Entrustment : Chongqing Jingtong has entrusted Chongqing Xiye with being entitled to and exercising, including but not limited to, the following entrusted rights in accordance with the currently effective Articles of Association of Target Company:

- to convene, hold and attend the shareholders' meeting of Target Company.
- on behalf of Chongqing Jingtong, to exercise the voting rights on all matters requiring the discussion and resolution of the shareholders' meeting, including but not limited to exercise the voting rights, designate and elect the authorised representative, directors, supervisors, general managers of Target Company and other senior management required to be appointed and dismissed by the Board at the shareholders' meeting of Target Company, in accordance with all relevant laws or Articles of Association of Target Company, including the voting rights of shareholder stipulated in the modified Articles of Association of Target Company.

- all entitlements derived from equity including but not limited to all rights and benefits entitled currently and in the future by such equity, including but not limited to other management powers of Chongqing Jingtong over Target Company, rights of request of payment of dividend or other amounts allotted and the receipt of such amounts, right to distribute the remaining asset and its any other rights and benefits entitled under the Article of Association of Target Company.

- (V) Entrustment Period : From the commencement date of Shareholder’s Rights Entrustment Agreement to the date on which Chongqing Jingtong has repaid the Target Company Loan to Target Company.
- (VI) Liabilities for Default : In the event of breaching Shareholder’s Rights Entrustment Agreement by Chongqing Jingtong, it shall, in addition to bearing the subsequent liabilities for default presumed by it, including but not limited to compensate Chongqing Xiye and Target Company for damages caused by the breach, repay Target Company Loan on an one-off basis to Target Company within 30 days from the date on which the breach of Shareholder’s Rights Entrustment Agreement occurs.

INFORMATION ON THE GROUP AND INVESTOR (CHONGQING XIYE)

The Company acts as an investment holding company. The Group is principally engaged in (i) the sales and distribution of gas fuel including the provision of piped gas, construction of gas pipelines, the operation of city gas pipeline network, (ii) the sales and distribution of cylinder gas, (iii) the gas trading business and (iv) the fast moving consumer goods (“FMCG”) and food ingredients supply business including the operation of chain stores including supermarkets and convenience stores in PRC.

Contributor (Chongqing Xiye), an indirectly wholly-owned subsidiary of the Company, is a company established in PRC with limited liability, which engaged in property investments and operation in Chongqing, China under the Group.

INFORMATION ON TARGET COMPANY

Target Company was established on 22 December 2020 and mainly engaged in property investments and operation and other related business in Chongqing China.

The net value of assets of the Target Company, prepared in accordance with the Hong Kong Financial Reporting Standards was approximately RMB23,000,000 as at 31 December 2020. There is no related revenue, profit or loss (before and after tax and exceptional items) recorded in the financial information for the period from the date of establishment (being 22 December 2020) to 31 December 2020. The Target Company holds a 50-year right to use the industrial land of 22,098.80 square metres that the Property have, with a planned buildable area of 33,148.20 square metres; factories (warehouses) of 3,948.60 square metres and office buildings of 2,960.97 square metres have been developed and factories, warehouses and office buildings of 26,238.63 square metres can be developed on the remaining land; The remaining land has been completely hardened and partially built with steel frame houses, which can currently be used as warehouses, cargo yards or car parks.

REASONS AND BENEFITS FOR CAPITAL INJECTION, LOAN, EQUITY PLEDGE AND SHAREHOLDER'S RIGHTS ENTRUSTMENT

The Group plans to establish a supply chain system of FMCG products and fresh food ingredients for outlets in the three northern districts of Chongqing (Yubei District, Beibei District and Jiangbei District). In conjunction with this plan, it is necessary to establish unified sorting and distribution centres for FMCG products distribution warehouse and fresh food ingredients warehouse in the three northern districts of Chongqing, and to arrange a unified information management system and office for centralised processing of a large amount of transaction information, so as to improve management efficiency and create economies of scale. The Property (land parcel) is conveniently located near the airport and boasts of easy access. Its completed buildings can meet the needs of development of the supply chain of FMCG and fresh food ingredients for outlets in the northern five districts of Chongqing as set out in the Group's plan (for the next five years). The Properties (land parcel) occupies an area of 22,098.80 square metres and has a planning approval of buildable gross floor area of 33,148.20 square metres (currently, the Target Company has just used only approximately 6,909.57 square metres out of the building quota, leaving 26,238.63 square metres of the building quota available for use). In the future, the Group can build additional factories, warehouses and office buildings of approximately 26,238.63 square metres in the properties (land parcel) depending on the needs of its business development. It can fully meet the needs of the Group's long-term development of its supply chain of FMCG and fresh food for outlets in the northern three districts of Chongqing.

Upon completion of the Capital Injection, the Target Company will lease the existing completed factories (warehouses) and office buildings of the Property to the subsidiaries of the Group at market rates for use as warehousing and distribution centres of FMCG and fresh food ingredients, and as a central office and information processing base for the

subsidiaries of the Group in the three northern districts of Chongqing. The Target Company is expected to receive an annual rental of approximately RMB1,646,400 through this transaction, which corresponds to a yield of approximately 5.49% (higher than the interest rate for a one-year bank loan approximately 4.35%) for a loan of RMB 30,000,000. In addition, the Target Company may lease out the remaining approximately no less than 15,000 square metres of hardened site and steel frame buildings of the Property (the Land Parcel) as warehouses, cargo yards and car parks for lease, to increase the revenue of the Target Company. Meanwhile, together with the arrangements, such as Shareholder's Right Entrustment and Equity Pledge, the waiver of interest on the Target Company Loan is also fair and reasonable to the Group and is in the interests of the Shareholders as a whole especially after taking into account of all entitlement and exercise under the Shareholder's Rights Entrustment.

Based on the above reasons and benefits, the Capital Injection, Loan, Equity Pledge and Shareholder's Rights Entrustment under the Capital Injection Agreement, Loan Agreement, Equity Pledge Agreement, and Shareholder's Rights Entrustment Agreement are fair and reasonable and in the interests of the Company and Shareholders as a whole.

LISTING RULES IMPLICATIONS

On Completion of Capital Injection, Chongqing Jingtong, a major shareholder of Target Company, holds 39.66% equity interests and considered as related party. As the total assets, profits and revenue (calculated from the date of establishment i.e. 22 December 2020 and for the latest financial period ended 31 December 2020) of Target Company are all less than 10% and 5% of those in the audited financial information of the Group for the year ended 31 March 2020 respectively. Thus, Target Company is considered as an insignificant subsidiary of the Company pursuant to Rule 14A.09 of the Listing Rules and the directors, chief executives, substantial shareholders or supervisors of Target Company are not regarded as connected persons of the Company under Chapter 14A of the Listing Rules, the transaction contemplated under the loan does not constitute a connected transaction of the Company under Chapter 14A of the Listing Rules.

As one or more of the applicable percentage ratios of the Capital Injection exceeds 5% but is less than 25%, the Capital Injection constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

As one or more of the applicable percentage ratios of the Loan exceeds 5% but is less than 25%, the Loan constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, unless the context requires otherwise, the following expressions have the following meanings:

“Agreements”	Capital Injection Agreement, Loan Agreement, Equity Pledge Agreement and Shareholder’s Rights Entrustment Agreement
“Board”	the board of Director(s)
“Capital Injection”	in accordance with the Capital Injection Agreement, the Contributor (Chongqing Xiye) has conditionally agreed to contribute RMB35,000,000 to the Target Company, representing 60.34% of equity interests (on the enlarged basis)
“Capital Injection Agreement”	On 12 January 2021 (after trading hours), the Contributor (Chongqing Xiye) and the Target Company and Chongqing Jingtong (the sole shareholder of the Target Company) entered into a Capital Injection Agreement, pursuant to which the Contributor (Chongqing Xiye) has conditionally agreed to contribute RMB35,000,000 to the Target Company, representing 60.34% of equity interests (on the enlarged basis)
“Chongqing Jingtong”	Chongqing Jingtong Industry (Group) Co., Ltd.* (重慶景通實業(集團)有限責任公司), a company established in PRC with limited liability and 100% registered owner of Target Company as at the date of this announcement
“Chongqing Xiye” or “Contributor”	Chongqing Xiye Industrial Co., Ltd.* (重慶犀野實業有限公司), a company established in PRC with limited liability, and an indirectly wholly-owned subsidiary of the Company
“Company”	Chinese People Holdings Company Limited, a company incorporated in Bermuda with limited liability, the issued Shares of which are listed on the Stock Exchange
“Completion”	Completion of procedures of the Capital Injection and change of business license
“Consideration for Capital Injection”	RMB35,000,000 contributed to the Target Company, which represent 60.34% of equity interests (on the enlarged basis)

“Director(s)”	the director(s) of the Company
“Equity Pledge”	Pursuant to the Equity Pledge Agreement, Chongqing Jingtong pledged its 39.66% equity interest in Target Company to Target Company to provide a guarantee for the Target Company Loan
“Equity Pledge Agreement”	On 12 January 2021 (after trading hours), on the basis of the Loan Agreement, Chongqing Jingtong and Target Company entered into the Equity Pledge Agreement, pursuant to which Chongqing Jingtong pledged its 39.66% equity interest in Target Company to Target Company to provide a guarantee for the Target Company Loan
“First Instalment”	Target Company shall pay RMB22,000,000 to Chongqing Jingtong within three working days after the execution of the Loan Agreement
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Loan”	in accordance with the Loan Agreement, Target Company (as the Lender) and Chongqing Jingtong (as the Borrower) entered into the Loan Agreement to provide the loan in the amount of RMB30,000,000. The term of the loan is 3 years from 13 January 2021 to 12 January 2024
“Loan Agreement”	On 12 January 2021 (after trading hours), Target Company (as the Lender) and Chongqing Jingtong (as the Borrower) entered into the Loan Agreement to provide the loan in the amount of RMB30,000,000. The term of the loan is 3 years from 13 January 2021 to 12 January 2024
“PRC” or “China”	People’s Republic of China, for the purpose of this announcement, excluding Hong Kong, Macau Special Administrative Region and Taiwan
“Properties”	Property I and Property II

“Property I”	Land at No. 8 Konggang East Road, Shuangfeng Bridge Street, Yubei District, Chongqing, China with an area of 22,098.8 square metres and block 1 of entire building with an area of 2,960.97 square metres
“Property II”	Land at No. 8 Konggang East Road, Shuangfeng Bridge Street, Yubei District, Chongqing, China with an area of 22,098.8 square metres and block 2 of entire building with an area of 3,948.6 square metres
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	ordinary share(s) of HK\$0.07 each in the issued share capital of the Company
“Shareholder’s Rights Entrustment”	Pursuant to the Shareholder’s Rights Entrustment Agreement, Chongqing Jingtong agreed to entrust all Shareholder’s Rights of its interests of 39.66% in Target Company to Chongqing Xiye for all its entitlement and exercise
“Shareholder’s Rights Entrustment Agreement”	On 12 January 2021 (after trading hours), according to the Loan Agreement, Chongqing Jingtong (as the Entrusting Party) and Chongqing Xiye (as the Entrusted Party) entered into a Shareholder’s Rights Entrustment Agreement, pursuant to which Chongqing Jingtong agreed to entrust all Shareholder’s Rights of its interests of 39.66% in Target Company to Chongqing Xiye for all its entitlement and exercise
“Shareholder(s)”	holder(s) of Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited.
“Target Company”	Chongqing Jingtong Xiye Industrial Co., Ltd.* (重慶景通犀野實業有限公司), a company established in PRC with limited liability in 22 December 2020
“Target Company Loan”	The loan of RMB30,000,000 provided by Target Company to Chongqing Jingtong pursuant to Loan Agreement for 3 years from 13 January 2021 to 12 January 2024
“Three Gorges Bank Mortgage”	Chongqing Jingtong’s Mortgage of RMB22,000,000 at the Aoyuan branch of Chongqing Three Gorges Bank Co., Ltd., with Property I and Property II as the collateral

“Working Day” a day (other than a Saturday, Sunday and public holidays) on which licensed banks are generally open for business during normal business hours in PRC

“%” per cent

By order of the Board
Chinese People Holdings Company Limited
Mr. Fan Fangyi
Managing and Executive Director

Beijing, 12 January 2021

As at the date of this announcement, the Board comprises four Executive Directors namely, Dr. Mo Shikang (Chairman), Mr. Zhang Hesheng (Deputy Chairman), Mr. Fan Fangyi (Managing Director) and Miss Mo Yunbi and three Independent Non-executive Directors namely, Dr. Liu Junmin, Prof. Zhao Yanyun and Mr. Sin Ka Man.

* *For identification purpose only*