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Lerado Financial Group Company Limited

隆成金融集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 1225)

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR, RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR, ESTABLISHMENT OF INDEPENDENT COMMITTEE OF THE BOARD AND TRANSITIONAL ARRANGEMENTS RELATING TO AMENDMENT OF LISTING RULES

The board (the “**Board**”) of directors (the “**Directors**”) of Lerado Financial Group Company Limited (the “**Company**”, which together with its subsidiaries, the “**Group**”) would like to announce as follows:

1. Mr. Lam Williamson (“**Mr. Lam**”) has been appointed as an independent non-executive Director, a member of the audit committee of the Company (the “**Audit Committee**”), a member of the remuneration committee of the Company (the “**Remuneration Committee**”) and a member of the nomination committee of the Company (the “**Nomination Committee**”) with effect from 20 July 2018; and
2. Mr. Ye Jianxin (“**Mr. Ye**”) has resigned as an independent non-executive Director, a member of the Audit Committee, a member of the Remuneration Committee and a member of the Nomination Committee with effect from 20 July 2018.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

Mr. Lam has been appointed as an independent non-executive Director, a member of the Audit Committee, a member of the Remuneration Committee and a member of the Nomination Committee with effect from 20 July 2018.

Biographical details of Mr. Lam are as follows:

Mr. Lam, aged 43, has been appointed as an independent non-executive Director with effect from 20 July 2018.

Mr. Lam is a fellow member of The Hong Kong Institute of Certified Public Accountants and a member of the CPA (Australia). He holds a bachelor of business degree from Monash University, Australia and a master of professional accounting degree from the Hong Kong Polytechnic University. Mr. Lam had held directorships and senior finance positions in various listed companies in Hong Kong. Mr. Lam is currently an independent non-executive director of Elife Holdings Limited (a company listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”), stock code: 223) since 1 January 2011.

Mr. Lam has not entered into any service contract with the Group, but his directorship position will be for a term of 3 years, subject to retirement by rotation and is eligible for re-election at the general meetings of the Company in accordance with the Company’s bye-laws. Mr. Lam is entitled to directors’ remuneration of HK\$144,000 per annum which was determined with reference to his duties and experience.

As at the date of this announcement, Mr. Lam (i) does not have any relationship with any Directors, senior management or substantial or controlling shareholders of the Company; (ii) does not have any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong); and (iii) does not hold other positions with other members of the Group.

Save as disclosed above, there is no other matter in relation to the appointment of Mr. Lam that needs to be brought to the attention of holders of securities of the Company, and there is no information in relation to Mr. Lam that needs to be disclosed pursuant to any of the requirements of Rule 13.51(2) of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on the Stock Exchange.

RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR

Mr. Ye has resigned as an independent non-executive Director, a member of the Audit Committee, a member of the Remuneration Committee and a member of the Nomination Committee with effect from 20 July 2018 as he would like to devote more time to his personal commitments. Mr. Ye Jianxin has confirmed he has no disagreement with the Board, and there is no other matter that needs to be brought to the attention of holders of securities of the Company.

TRANSITIONAL ARRANGEMENTS RELATING TO AMENDMENT OF LISTING RULES

Reference is also made to (i) the announcements of the Company dated 5 June 2017, 6 June 2017 and 7 June 2017 in relation to, among other matters, the letter dated 5 June 2017 issued by the Securities and Futures Commission of Hong Kong (the “**SFC Letter**”) to the Company and the suspension of trading in shares of the Company; and (ii) the amendment of the Listing Rules (the “**Amended Listing Rules**”) relating to the delisting framework thereunder which will come into effect on 1 August 2018 (the “**Effective Date**”).

The shares of the Company have been suspended from trading on 6 June 2017 pursuant to the direction of the SFC under section 8 of the Securities and Futures (Stock Market Listing) Rules (Chapter 571V of the Laws of Hong Kong).

As the Company's shares will have been suspended from trading for more than 12 months as at the Effective Date, under Rule 6.01A(2)(b)(ii) of the Amended Listing Rules, the Stock Exchange may cancel the Company's listing if trading in the Company's shares has remained suspended for 12 continuous months from the Effective Date.

The 12-month period expires on 31 July 2019. If the Company fails to resume trading in its shares by 31 July 2019, the Listing Department of the Stock Exchange will recommend the Listing Committee of the Stock Exchange to proceed with cancellation of the Company's listing. This is subject to the Stock Exchange's right to impose a shorter specific remedial period under Rule 6.10 of the Amended Listing Rules if appropriate.

The Company would like to update its shareholders and investors that on 20 July 2018, the Company has established a new independent committee of the Board comprising all of its independent non-executive Directors (namely Mr. Yu Tat Chi Michael, Mr. Yang Haihui and Mr. Lam Williamson), following the resignation of 2 former independent non-executive Directors earlier in 2018 who constituted the entire membership of the then independent director council established by the Company for the purpose of looking into the matter raised in the SFC Letter.

The Board has also been separately seeking legal advice with an aim to achieve resumption of trading in the Company's shares prior to the deadline set by the Stock Exchange. Further announcement will be made in accordance with the Listing Rules as and when appropriate.

CONTINUED SUSPENSION OF TRADING

Trading in the shares on the Stock Exchange has been suspended with effect from 6 June 2017 and will remain suspended until further notice.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board
Lerado Financial Group Company Limited
Ho Kuan Lai
Executive Director

Hong Kong, 20 July 2018

As at the date of this announcement, the executive Directors are Mr. CHEN Chun Chieh, Mr. LAI Kin Chung, Kenneth and Ms. HO Kuan Lai; and the independent non-executive Directors are Mr. YU Tat Chi Michael, Mr. YANG Haihui and Mr. LAM Williamson.