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中達金融集團有限公司
Central Wealth Financial Group Limited
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 572)

VOLUNTARY ANNOUNCEMENT

BUSINESS UPDATE ON PROPOSED INVESTMENT IN A FILM PROJECT

This announcement is made by Central Wealth Financial Group Limited (the “**Company**”, together with its subsidiaries as the “**Group**”) on a voluntary basis.

The board of directors of the Company (the “**Board**”) is pleased to announce that on 12 July 2016 (after trading hours), China Wisdom Group Limited (“**China Wisdom**”), a wholly owned subsidiary of the company, entered into an agreement (the “**Agreement**”) with an independent third party (the “**Third Party**”) in relation to the investment by China Wisdom in a film project (the “**Film**”). The ultimate beneficial owner of the vendor in the major acquisition as announced in the announcement of the Company on 2 February 2016 beneficially holds 50% equity interests of the Third Party and is interested in 640,000,000 Shares of HK\$0.001 each in the share capital of the Company, representing approximately 9.97% issued share capital of the Company and he has given a personal guarantee in favour of China Wisdom for the performance of the Third Party under the Agreement.

The Film is tentatively known as “Girls 2” (《閨蜜2》). It is contemplated that the Film will commence shooting in or about July 2016 and the Film will be on screen in the PRC on or before 31 December 2017. Pursuant to the Agreement, China Wisdom will investment RMB12,000,000 (equivalent to approximately HK\$14,000,000) in cash for investment in the Film.

The investment sum of China Wisdom was determined after arm’s length negotiations after taking into consideration of, among others, the proposed total production costs of the Film, the box office of “Girls” (《閨蜜》) and the prospects of the Film.

After the Film is on screen in the PRC for three months, the Third Party shall provide relevant information regarding the box office revenue of the Film. The Third Party shall pay China Wisdom the relevant part of investment return (the “**Investment Return**”).

The Group is principally engaged in (a) trading and related services; (b) investment in listed securities and property in Hong Kong; and (c) money lending business in Hong Kong. The Board also from time to time reviews the existing business and explores other business opportunities with a view to broaden its income stream which shall be in the best interests of the Company and its shareholders as a whole.

The Company is confident in the future prospect of the film industry in the PRC. The Company considers that the entering into of the Agreement will allow the Group to have a stake and enjoy return from the Film without significant risk exposures given the remarkable box office of “Girls” (《閨蜜》).

Films involve substantial investments and the film market is a huge market. The entering into of the Agreement will allow the Group to have a stake in the Film as a passive investor whilst the Group needs not to invest the whole Film project on its own account or to involve in the production of the Film. This will reduce the risk exposure of the Group on one hand but will allow the Group to enjoy reasonable financial return from the Film. The Company will continue to look for similar opportunities in the film and media markets to develop its film related business with an aim to maximize the return for its shareholders.

Based on the above, the Directors (including the independent non-executive Directors) are of the view that the terms and conditions of the Agreement are fair and reasonable and on normal commercial terms and the entering into of the Agreement is in the interests of the Company and the Shareholders as a whole.

Whilst the Board is confident in the success of the Film and expects that the entering into of the Agreement will bring reasonable Investment Return to the Group, the Board wishes to remind the shareholders of the Company and potential investors that investment involves risks and shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Central Wealth Financial Group Limited
Siu Yun Fat
Chairman

Hong Kong, 12 July 2016

As of the date of this announcement, the Board comprises (i) four executive Directors, namely Mr. Siu Yun Fat, Mr. Lau Fai Lawrence, Mr. Yang Yang and Mr. Yu Qingrui; and (ii) three independent non-executive Directors, namely Mr. Chan Yee Por, Simon, Mr. Siu Siu Ling, Robert and Mr. Tam Tak Wah.