

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.



Milestone Builder Holdings Limited

進階發展集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1667)

COMPLETION OF PLACING OF NEW SHARES UNDER GENERAL MANDATE

Financial Adviser



Joint Placing Agents



Reference is made to the announcements (the “**Announcements**”) of Milestone Builder Holdings Limited (the “**Company**”) dated 7 August 2020 and 13 August 2020 in relation to the Placing. Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements.

UPDATES ON THE PLACING

The Board is pleased to announce that all conditions set out in the Placing Agreement have been fulfilled and completion of the Placing took place on 20 August 2020 in accordance with the terms and conditions of the Placing Agreement. A total of 160,000,000 Placing Shares were allotted and issued to two Placees at the Placing Price of HK\$0.125 per Placing Share pursuant to the terms and conditions of the Placing Agreement. The 160,000,000 Placing Shares represent (i) 20% of the existing issued share capital of the Company of 800,000,000 Shares before completion of the Placing; and (ii) approximately 16.67% of the issued share capital of the Company as enlarged by the allotment and issue of the Placing Shares.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, (i) each of the Placees and, where appropriate, their respective ultimate beneficial owners, is an Independent Third Party; and (ii) none of the Placees has become a substantial Shareholder upon completion of the Placing.

The gross proceeds from the Placing amounted to HK\$20 million, and the net proceeds arising from the Placing amounted to approximately HK\$19.2 million. The Company will apply the entire net proceeds from the Placing for repayment of bank loans of the Group.

EFFECT ON SHAREHOLDING STRUCTURE OF THE COMPANY

The shareholding structure of the Company (i) before completion of the Placing; and (ii) upon completion of the Placing are set out below:

	Immediately before completion of the Placing		Immediately after completion of the Placing	
	<i>Number of Shares</i>	<i>Approx. %</i>	<i>Number of Shares</i>	<i>Approx. %</i>
Shareholders				
Mr. Leung K.F. (<i>Notes 1 & 3</i>)	285,660,000	35.71%	285,660,000	29.76%
Mr. Lam (<i>Notes 2 & 3</i>)	285,660,000	35.71%	285,660,000	29.76%
Mr. Leung C.H. (<i>Note 3</i>)	23,280,000	2.91%	23,280,000	2.42%
Public Shareholders				
Smart Excel (<i>Note 4</i>)	—	—	95,000,000	9.90%
Aurum Hill (<i>Note 5</i>)	—	—	65,000,000	6.77%
Other public Shareholders	<u>205,400,000</u>	<u>25.67%</u>	<u>205,400,000</u>	<u>21.39%</u>
Total:	<u>800,000,000</u>	<u>100.00%</u>	<u>960,000,000</u>	<u>100.00%</u>

Notes:

1. Mr. Leung K.F. is an executive Director.
2. Mr. Lam is an executive Director.
3. Pursuant to the Concert Party Deed dated 11 March 2020 executed by Mr. Leung K.F., Mr. Lam and Mr. Leung C.H., Mr. Leung K.F., Mr. Lam and Mr. Leung C.H. are parties acting in concert (having the meaning ascribed to it under the Hong Kong Code on Takeovers and Mergers). As such, each of Mr. Leung K.F., Mr. Lam and Mr. Leung C.H. is deemed to be interested in 594,600,000 Shares held by them in aggregate under the SFO.

4. Smart Excel is beneficially wholly-owned by Ms. Hou.
5. Aurum Hill is beneficially wholly-owned by Mr. Cheung.

By order of the Board
Milestone Builder Holdings Limited
Leung Kam Fai
Chairman and Executive Director

Hong Kong, 20 August 2020

As at the date of this announcement, the executive Directors are Mr. Leung Kam Fai (Chairman) and Mr. Lam Ka Ho, and the independent non-executive Directors are Mr. Keung Kwok Hung, Ms. Lau Suk Han Loretta, Mr. Wong Chun Tai and Mr. Fong Man Fu Eric.