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CHINA NEW ECONOMY FUND LIMITED
中 國 新 經 濟 投 資 有 限 公 司

(Incorporated in the Cayman Islands as an exempted company with limited liability)

(Stock Code: 80)

(1) RESULTS OF THE RIGHTS ISSUE ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY TWO (2) EXISTING SHARES HELD ON THE RECORD DATE ON A NON-UNDERWRITTEN BASIS AND (2) ADJUSTMENTS TO THE SHARE OPTIONS

Reference is made to the prospectus (the "**Prospectus**") of China New Economy Fund Limited (the "**Company**") dated 20 October 2025 in relation to, among others, the Rights Issue. Unless otherwise specified, capitalised terms used herein shall have the same meanings as those defined in the Prospectus.

RESULTS OF THE RIGHTS ISSUE

The Board is pleased to announce that as at 4:00 p.m. on Tuesday, 4 November 2025, being the Latest Time for Acceptance of and payment for the Rights Shares and application and payment for Excess Rights Shares:

(i) a total of 5 valid acceptances of provisional allotments under the PALs were received for a total of 600,087,068 Rights Shares, representing approximately 90.94% of the maximum number of 659,850,137 Rights Shares being offered under the Rights Issue; and

(ii) a total of 9 valid applications for Excess Rights Shares under the EAFs were received for a total of 610,080,969 Rights Shares, representing approximately 92.46% of the maximum number of 659,850,137 Rights Shares being offered under the Rights Issue.

Pursuant to the Undertaking provided by the Controlling Shareholder, it has (i) subscribed for 335,008,047 Rights Shares provisionally allotted to it; and (ii) applied (by way of excess application) for 324,842,090 Excess Rights Shares.

Based on the above acceptance and application results, a total of 14 valid acceptances and applications in respect of 1,210,168,037 Rights Shares, representing 183.40% of the total number of 659,850,137 Rights Shares available for subscription under the Rights Issue, have been received. Accordingly, the Rights Issue was over-subscribed by 550,317,900 Rights Shares, representing approximately 83.40% of the maximum number of 659,850,137 Rights Shares being offered under the Rights Issue.

EXCESS APPLICATIONS

Based on the number of valid acceptances of provisional allotments under the PALs referred to above, 59,763,069 Rights Shares, representing approximately 9.06% of the maximum number of Rights Shares, were available for subscription under the EAFs. Given that the number of Excess Rights Shares available for subscription under the EAFs was insufficient to satisfy all valid applications, the allocation of the 59,763,069 Rights Shares to the Qualifying Shareholders who applied for Excess Rights Shares was made on a fair and equitable basis, and as far as practicable on a pro-rata basis of approximately 9.80% of the number of Excess Rights Shares applied for under each application. In determining the basis of allocation of the Excess Rights Shares, reference was made only to the number of Excess Rights Shares applied for in the relevant EAFs, and no reference was made to the Rights Shares comprised in applications through PALs or the existing number of Shares held by the relevant Qualifying Shareholders and no preference will be given to applications for topping up odd lots.

USE OF PROCEEDS

The gross proceeds from the Rights Issue are approximately HK$230.95 million and the net proceeds from the Rights Issue, after deducting all relevant expenses related to the Rights Issue, are approximately HK$230.11 million. The net proceeds from the Rights Issue will be applied in accordance with the proposed use of proceeds set forth in the section headed "LETTER FROM THE BOARD – REASONS FOR AND BENEFITS OF THE RIGHTS ISSUE AND USE OF PROCEEDS" in the Prospectus.

SHAREHOLDING STRUCTURE OF THE COMPANY

Based on the information available to the Company and to the best of the Directors' knowledge, information and belief after having made all reasonable enquiries, for illustrative purpose, set out below is the shareholding structure of the Company immediately before and after the completion of the Rights Issue:

	Immediately before completion of the Rights Issue		**Immediately after completion of the Rights Issue**	
	No. of Shares	*Approximate %*	*No. of Shares*[2]	*Approximate %*[2]
Longling Capital Ltd[1]	670,016,095	50.77	1,036,844,800	52.38
Public Shareholders	649,684,179	49.23	942,705,611	47.62
Total	**1,319,700,274**	**100**	**1,979,550,411**	**100**

Note:

1. Longling Capital Ltd is a company incorporated in the British Virgin Islands with limited liability, the entire issued share capital of which is beneficially owned by Mr. Cai.

2. The figures are for reference only and will be subject to rounding adjustments.

DESPATCH OF SHARE CERTIFICATES FOR FULLY-PAID RIGHTS SHARES AND REFUND CHEQUES

Share certificates in respect of the fully-paid Rights Shares will be despatched to those entitled thereto by ordinary post to their respective registered address at their own risk by the Registrar on or before Wednesday, 12 November 2025.

Refund cheques in respect of partially unsuccessful applications for the Excess Rights Shares (without interest) will be posted to the applicants' registered addresses by ordinary post at their own risks on or before Wednesday, 12 November 2025.

COMMENCEMENT OF DEALINGS IN THE FULLY-PAID RIGHTS SHARES

Dealings in the fully-paid Rights Shares are expected to commence on the Stock Exchange at 9:00 a.m. on Thursday, 13 November 2025.

ADJUSTMENTS TO SHARE OPTIONS

Immediately before completion of the Rights Issue, there are 4,015,163 outstanding Share Options. Pursuant to the terms and conditions of the Share Option Scheme and the Listing Rules, the exercise price and/or the number of the outstanding Share Options granted under the Share Option Scheme shall be adjusted with effect from Wednesday, 12 November 2025, upon the allotment and issue of the Rights Shares.

As a result of the Rights Issue, the following adjustments will be made to the exercise price of the Share Options and the number of Shares to be issued upon the exercise of the Share Options in accordance with (i) the terms and conditions of the Share Option Scheme; (ii) Rule 17.03(13) of the Listing Rules; and (iii) the Supplementary Guidance on Main Board Listing Rule 17.03(13) and the Note to the Rule set out in Appendix 1 to the Frequently Asked Question FAQ13 – No.1–20 issued by the Stock Exchange in November 2020 and updated in June 2024 (the "**Supplementary Guidance**").

		Immediately before completion of the Rights Issue		Immediately after completion of the Rights Issue	
Date of grant	**Exercisable period**	**Exercise price per Share of the outstanding Share Options**	**Number of Shares to be allotted and issued upon exercise of the outstanding Share Options**	**Adjusted exercise price per Share of the outstanding Share Options**	**Adjusted number of Shares to be allotted and issued upon exercise of the outstanding Share Options**
19 July 2019	19 July 2019 – 18 July 2029	HK$0.2759	4,015,163	HK$0.2411	4,594,587

Elite Partners CPA Limited, the auditor of the Company, has confirmed in writing that the adjustments made to the exercise price and the number of Shares to be issued upon the exercise of the outstanding Share Options are accurate and in compliance with (i) the terms and conditions of the Share Option Scheme; (ii) Rule 17.03(13) of the Listing Rules; and (iii) the Supplementary Guidance.

Save for the above adjustments, all other terms and conditions of the Share Options remain unchanged.

By Order of the Board
CHINA NEW ECONOMY FUND LIMITED
Cai Wensheng
Chairman

Hong Kong, 11 November 2025

As at the date of this announcement, the Board comprises Mr. Chan Cheong Yee and Mr. Hong Yupeng as executive Directors; Mr. Cai Wensheng (Chairman) as non-executive Director; and Dr. Zhu Haokang, Ms. Hsieh Yafang and Mr. Li Jianbin as independent non-executive Directors.