China Fortune Financial Group Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 290)

Website: http://www.290.com.hk

(1) POLL RESULTS OF THE EXTRAORDINARY GENERAL MEETING HELD ON 16 OCTOBER 2020; (2) SHARE CONSOLIDATION AND CHANGE IN BOARD LOT SIZE; AND (3) ADJUSTMENT TO THE CONVERTIBLE BONDS

Reference is made to the circular (the "**Circular**") and the notice (the "**EGM Notice**") convening the extraordinary general meeting of China Fortune Financial Group Limited (the "**Company**"), both dated 28 September 2020, in relation to, among others, the proposed Share Consolidation and the Change in Board Lot Size. Capitalized terms used in this announcement shall have the same meanings as those defined in the Circular unless defined otherwise herein.

POLL RESULTS OF THE EGM

The Board announces that the ordinary resolution (the "**Ordinary Resolution**") approving the Share Consolidation as set out in the EGM Notice was duly passed by the Shareholders by way of poll at the extraordinary general meeting (the "**EGM**") held on 16 October 2020.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, no Shareholder had any material interest in the Share Consolidation. Accordingly, no Shareholder was required to abstain from voting at the EGM under the Listing Rules.

As at the date of the EGM, the total number of issued shares of the Company was 9,153,078,859 Shares, which was the total number of Shares entitling the Shareholders to attend and vote for or against the Ordinary Resolution. No Shareholder was entitled to attend but was required to abstain from voting in favor of the Ordinary Resolution pursuant to Rule 13.40 of the Listing Rules and no Shareholder had stated his/her/its intention in the Circular to vote against or to abstain from voting at the EGM.

The Company's branch share registrar and transfer office in Hong Kong, Union Registrars Limited, was appointed as the scrutineer for the vote-taking at the EGM.

The poll results in respect of the Ordinary Resolution were as follows:

Ordinary Resolution *(Note)*	**Number of Votes (Approx. %)**		**Total Number of Votes**
	For	**Against**	
To approve the Share Consolidation as set out in the EGM Notice.	2,922,994,700 (100%)	0 (0%)	2,922,994,700

Note: The full text of the Ordinary Resolution was set out in the EGM Notice.

As more than 50% of the votes were cast in favor of the Ordinary Resolution, the Ordinary Resolution was duly passed as an ordinary resolution of the Company.

SHARE CONSOLIDATION AND CHANGE IN BOARD LOT SIZE

The Board announces that approval has been granted by the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the Consolidated Shares. As all the conditions precedent of the Share Consolidation have been fulfilled, the Share Consolidation will become effective on Tuesday, 20 October 2020. Dealings in the Consolidated Shares on the Stock Exchange will commence at 9:00 a.m. on Tuesday, 20 October 2020.

Please refer to the Circular for the details, including the trading arrangement, the exchange of share certificates and matching services for odd lots in connection with the Share Consolidation and the Change in Board Lot Size. Shareholders should note that upon the Share Consolidation becoming effective, new share certificates of the Consolidated Shares in the colour of blue will be issued to the Shareholders.

Upon the Share Consolidation becoming effective, the Change in Board Lot Size will also become effective. The board lot size of the Shares for trading on the Stock Exchange will be changed from 2,000 Existing Shares to 4,000 Consolidated Shares with effect from Tuesday, 20 October 2020.

ADJUSTMENT TO THE CONVERTIBLE BONDS

As at the date of this announcement, there are outstanding Convertible Bonds issued by the Company with an aggregate principal amount of HK$21,000,000, which are convertible into 350,000,000 Existing Shares at the prevailing conversion price of HK$0.06 per Existing Share. As a result of the Share Consolidation and in accordance with the terms and conditions of the Convertible Bonds, effective from the close of business on Monday, 19 October 2020, the following adjustment (the "**CB Adjustment**") will be made to the conversion price of the outstanding Convertible Bonds and the number of Consolidated Shares falling to be issued upon the exercise of the conversion rights attaching to the Convertible Bonds:

Immediately before the CB Adjustment becoming effective		**Immediately after the CB Adjustment becoming effective**	
Number of Existing Shares to be issued upon full conversion of the outstanding Convertible Bonds	**Conversion price per Existing Share**	**Number of Consolidated Shares to be issued upon full conversion of the outstanding Convertible Bonds**	**Conversion price per Consolidated Share**
350,000,000	HK$0.06	35,000,000	HK$0.60

Grant Thornton Hong Kong Limited, Certified Public Accountants and the auditor of the Company, has reviewed the above adjustments and has confirmed that the calculation of the CB Adjustment has been made in accordance with terms and conditions of the Convertible Bonds.

Save for the CB Adjustment, all the other terms and conditions of the Convertible Bonds remain unchanged.

By Order of the Board
China Fortune Financial Group Limited
ZHU Yi
Chief Executive Officer
and Executive Director

Hong Kong, 16 October 2020

As at the date of this announcement, the Board consists of three executive Directors, namely Mr. XIE Zhichun (Chairman), Mr. ZHU Yi and Ms. SUN Qing; three non-executive Directors, namely Mr. HAN Hanting, Mr. CHEN Zhiwei and Mr. WU Ling; and four independent non-executive Directors, namely Mr. CHAN Kin Sang, Mr. CHIU Kung Chik, Mr. LI Gaofeng and Mr. LIU Xin.