# VISION VALUES HOLDINGS LIMITED
# 遠見控股有限公司

*(Incorporated in the Cayman Islands with limited liability)*
**(Stock Code: 862)**

## INSIDE INFORMATION

This announcement is made by Vision Values Holdings Limited (the "**Company"**, together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") would like to announce that FVSP LLC, a 51% owned indirect subsidiary of the Company incorporated under the laws of Mongolia ("**FVSP**"), has submitted an application to the Mongolian government to return an exploration licence voluntarily which would otherwise be expired in April 2020. The early return of the subject licence would save the Group from at least approximately US$475,200 (HK$3,700,000) annual licence fee and minimum obligatory exploration fee as required under the Mongolian mining law. FVSP is currently undergoing environmental works on this exploration licence area for assessment by the Mongolian government for return purpose. The return process may take approximately three to four months.

The subject exploration licence to be returned by FVSP is XV-13598. The licence area covered by XV-13598 is located in Gobi Altay Province of Mongolia with the size of approximately 36,671 hectares. FVSP carried out geophysical surveys including but not limited to ground magnetic, gravity, induced polarization (IP), Pole-Dipole Polarization (PDP), Controlled-Source Audio-frequency Magnetotellurics (CSAMT) surveys and drilling since 2014 over the target areas for potential mineral resources. A total of 45 holes of 21,308.9 meters had been drilled. After several years effort of exploration activities, the licenced area does have indication of mineral resources appearance but the results do not attain a supportive level for turning the subject exploration licence into a mining licence within its remaining licence period. After the surrender of this licence, FVSP still holds one exploration licence which is currently under exploration.

Based on the latest unaudited management accounts, the Group's exploration and evaluation assets related to this licence is approximately HK$46.8 million and it will be impaired in the consolidated financial statements of the Company for the year ending 30 June 2019. The impairment related to XV-13598 has significant adverse impact on the financial position of the Group. As the impairment is a non-cash item, it has no immediate impact on the Group's cashflow position. The Board considers that the return of the subject licence has no negative effect on other operations of the Group and it is a preferable and sensible approach for the ongoing exploration and evaluation of resources business of the Group.

The financial information contained in this announcement is a preliminary assessment made by the Board based on information currently available to the Group which has not been audited by the independent auditor of the Company and is subject to adjustments or amendments. Further announcement(s) will be made as and when considered necessary in due course**.**

**Shareholders of the Company and/or investors are advised to exercise caution when dealing in the shares of the Company.**

By Order of the Board
**Vision Values Holdings Limited**
**Tang Chi Kei**
*Company Secretary*

Hong Kong, 21 June 2019

*As at the date of this announcement, the Board comprises seven Directors, including Mr. Lo Lin Shing, Simon, Mr. Ho Hau Chong, Norman, Ms. Yvette Ong and Mr. Lo, Rex Cze Kei as Executive Directors, Mr. Tsui Hing Chuen, William JP, Mr. Lau Wai Piu and Mr. Lee Kee Wai, Frank as Independent Non-executive Directors.*