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*Unless otherwise defined, terms used in this announcement shall have the same meanings as those defined in the prospectus dated December 12, 2018 (the "**Prospectus**") issued by China Beststudy Education Group (the "**Company**").*

*This announcement is made pursuant to section 9 of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong) (the "**Stabilizing Rules**").*

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities of the Company. Potential investors should read the Prospectus for detailed information about the Company and the Global Offering described below before deciding whether or not to invest in the Shares.

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China Beststudy Education Group
卓越教育集團*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3978)

PARTIAL EXERCISE OF OVER-ALLOTMENT OPTION, STABILIZATION ACTIONS AND END OF STABILIZATION PERIOD

PARTIAL EXERCISE OF OVER-ALLOTMENT OPTION

The Company announces that the Over-allotment Option has been partially exercised by the Joint Global Coordinators (on behalf of the International Underwriters) on January 16, 2019 to require the Company to allot and issue 1,680,000 additional Shares (the "**Over-allotment Shares**"), representing approximately 1.11% of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, for the return to Elite Education Investment Co. Ltd. ("**Elite BVI**") of part of the 15,140,000 Shares borrowed by the Stabilizing Manager from Elite BVI under the Stock Borrowing Agreement, which were used to cover over-allocations of Shares in the International Placing.

The Over-allotment Shares will be allotted and issued by the Company at HK$2.40 per Share (excluding brokerage of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%), being the Offer Price per Share under the Global Offering.

STABILIZATION ACTIONS AND END OF STABILIZATION PERIOD

Pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong), the Company further announces that the stabilization period in connection with the Global Offering ended on January 16, 2019, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. Stabilizing actions were undertaken by the Stabilizing Manager during the stabilization period. Further information is set out below.

PARTIAL EXERCISE OF OVER-ALLOTMENT OPTION

The Company announces that the Over-allotment Option has been partially exercised by the Joint Global Coordinators (on behalf of the International Underwriters) on January 16, 2019 to require the Company to allot and issue 1,680,000 additional Shares, representing approximately 1.11% of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option.

The Over-allotment Shares will be allotted and issued by the Company at HK$2.40 per Share (excluding brokerage of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%), being the Offer Price per Share under the Global Offering. The Over-allotment Shares will be used for the return to Elite BVI of part of the 15,140,000 Shares borrowed by the Stabilizing Manager from Elite BVI under the Stock Borrowing Agreement, which were used to cover over-allocations of Shares in the International Placing.

Approval for the listing of, and permission to deal in, the Over-allotment Shares has already been granted by the Listing Committee of the Stock Exchange. The listing of, and dealings in, the Over-allotment Shares are expected to commence on the Main Board of the Stock Exchange on 9:00 a.m. on January 21, 2019.

The shareholding structure of the Company immediately before and after the completion of the allotment and issue of the Over-allotment Shares by the Company are as follows:

	Immediately before the allotment and issue of the Over-allotment Shares		**Immediately after the allotment and issue of the Over-allotment Shares**	
	Number of Shares	*Approximate % of issued share capital*	*Number of Shares*	*Approximate % of issued share capital*
Shareholders				
Elite BVI *(Note 1)*	171,165,101	20.18%	171,165,101	20.14%
Texcellence Holding Company Limited *(Note 2)*	143,510,888	16.92%	143,510,888	16.89%
Jameson Ying Industrial Co. Ltd. *(Note 3)*	142,258,242	16.77%	142,258,242	16.74%
Agile Gain Limited	31,373,879	3.70%	31,373,879	3.69%
Bingoose Limited *(Note 4)*	15,683,999	1.85%	15,683,999	1.85%
Orange bear Limited *(Note 4)*	27,452,732	3.24%	27,452,732	3.23%
Commqua Holding Co. Ltd. *(Note 5)*	49,531,366	5.84%	49,531,366	5.83%
ChuangSi Education Management Co. Ltd.	10,968,815	1.29%	10,968,815	1.29%
GDC Global Limited *(Note 6)*	33,862,582	3.99%	33,862,582	3.99%
Soarise Bulex Limited *(Notes 4 and 7)*	70,832,396	8.35%	70,832,396	8.34%
Other public Shareholders	151,400,000	17.85%	153,080,000	18.02%
Total:	848,040,000	100.00%	849,720,000	100.00%

Notes:

1. Elite BVI is wholly-owned by Mr. Junjing Tang, an executive Director and the Chairman and the Chief Executive Officer of the Company.

2. Texcellence Holding Company Limited is wholly-owned by Mr. Junying Tang, an executive Director.

3. Jameson Ying Industrial Co. Ltd. is wholly-owned by Mr. Gui Zhou, an executive Director.

4. The Shares held by Bingoose Limited, Orange bear Limited and Soarise Bulex Limited are counted as the public float of the Company under Rule 8.08 of the Listing Rules.

5. Commqua Holding Co. Ltd. is wholly-owned by Mr. Wenhui Xu, a non-executive Director.

6. 46.98% of the Shares held by GDC Global Limited are counted as the public float of the Company under Rule 8.08 of the Listing Rules.

7. The Shares held by Soarise Bulex Limited reserved for the vesting of RSUs granted under the RSU Scheme comprise (i) 27,292,396 existing Shares and (ii) 43,540,000 new Shares allotted and issued at par value on the Listing Date. In the event that certain RSUs are granted to the core connected persons of the Company in the future, the underlying Shares represented by such RSUs will not be counted as the public float of the Company under Rule 8.08 of the Listing Rules.

As shown in the shareholding structure of the Company set out above, immediately before the allotment and issue of the Over-allotment Shares, approximately 33.17% of the issued share capital of the Company was held by public Shareholders, and approximately 33.30% of the issued share capital of the Company will be held by public Shareholders immediately after the allotment and issue of the Over-allotment Shares. The Company continues to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules.

The Company estimates that it will receive additional net proceeds of approximately HK$4.0 million from the issue of the Over-allotment Shares, after deducting the commissions and other offering expenses payable by the Company in relation to the exercise of the Over-allotment Option. The Company intends to apply the additional net proceeds on a pro rata basis for the same purposes as set out in the section headed "Future Plans and Use of Proceeds" in the Prospectus.

The portion of the Over-allotment Option which has not been exercised by the Joint Global Coordinators (on behalf of the International Underwriters) lapsed on January 16, 2019.

STABILIZATION ACTIONS AND END OF STABILIZATION PERIOD

Pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong), the Company further announces that the stabilization period in connection with the Global Offering ended on January 16, 2019, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering.

The Company has been informed by the Stabilizing Manager that the stabilization actions undertaken during the stabilization period involved:

(1) over-allocations of an aggregate of 15,140,000 Shares in the International Placing, representing 10% of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option;

(2) the borrowing of an aggregate of 15,140,000 Shares by the Stabilizing Manager from Elite BVI pursuant to the Stock Borrowing Agreement to cover over-allocation of Shares in the International Placing. Such Shares will be returned and re-delivered to Elite BVI in accordance with the terms of the Stock Borrowing Agreement;

(3) the purchases of an aggregate of 13,460,000 Shares in the price range of HK$2.19 to HK$2.40 per Share (exclusive of brokerage fee of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%, if any) on the market during the stabilization period, representing approximately 8.89% of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option;

(4) the partial exercise of the Over-allotment Option by the Joint Global Coordinators (on behalf of the International Underwriters) on January 16, 2019 in respect of an aggregate of 1,680,000 Shares at the Offer Price per Share, representing approximately 1.11% of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, for the return to Elite BVI of part of the 15,140,000 Shares borrowed by the Stabilizing Manager as described in paragraph (2) above.

The last purchase made by the Stabilizing Manager or its agent on the market during the course of the stabilization period was on January 15, 2019 at the price of HK$2.38 per Share (excluding brokerage of 1%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%).

No new shares or securities convertible into equity securities of the Company may be issued within six months from the Listing Date save for the situations set out in Rule 10.08 of the Listing Rules.

By order of the Board
China Beststudy Education Group
Junjing Tang
Chairman, Chief Executive Officer and Executive Director

Hong Kong, January 16, 2019

As at the date of this announcement, the executive Directors are Mr. Junjing Tang, Mr. Junying Tang and Mr. Gui Zhou, the non-executive Directors are Mr. Wenhui Xu and Ms. Wen Li, and the independent non-executive Directors are Ms. Yu Long, Mr. Yingmin Wu and Mr. Peng Xue.

* *For identification purposes only*