

香港聯合交易所有限公司

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FOR REFERENCE ONLY

Subject : Display of Adjusted Previous Closing Price of Kantone Holdings Limited (stock code 1059) on OTP-C for its 5-into-1 Share Consolidation on 10 April 2018

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Pursuant to the capital reorganisation timetable issued by Kantone Holdings Limited ("Kantone Holdings"), the capital reorganisation which comprises the share consolidation of 5 shares of HK\$1.00 each in Kantone Holdings into 1 consolidated share of HK\$5.00 each and the capital reduction of nominal value of the consolidated shares from HK\$5.00 each to HK\$0.10 each will become effective on 10 April 2018. Shareholders, investors and market participants should read the Kantone Holdings' circulars and regulatory announcements in full including the terms and conditions of Kantone Holdings' capital reorganisation in dealing with Kantone Holdings' shares. If they are in doubt, they should consult their professional adviser(s).

As an OTP-C standard practice for share consolidation and for reference only, an Adjusted Previous Closing Price will be displayed in the "PRV CLOSE" field of Kantone Holdings' OTP-C temporary stock page (stock code: 2935) on 10 April 2018. Calculation of the Adjusted Previous Closing Price will be based on Kantone Holdings' closing price on 9 April 2018 (i.e. the day immediately before the capital reorganisation becoming effective) and by using the following standard adjustment formula for share consolidation generally.

Adjustment Formula:

Adjusted Previous Closing Price

= Closing Price on the day immediately before Capital Reorganisation becoming effective x R

where:

R = Ratio of Share Consolidation, i.e. 5/1

.../2

For illustration purpose, depending on Kantone Holdings' closing price on 9 April 2018, the Exchange shall base on the above standard formula for share consolidation generally to calculate and display the Adjusted Previous Closing Price on Kantone Holdings' OTP-C temporary stock page on 10 April 2018 as follows:-

<u>BEFORE CAPITAL REORGANISATION</u>	<u>AFTER CAPITAL REORGANISATION</u>
<u>Unadjusted Closing Price on 9 April 2018</u>	<u>Adjusted Previous Closing Price on 10 April 2018</u>
(HK\$)	(HK\$)
0.190	0.950
0.192	0.960
0.194	0.970
0.196	0.980
0.198	0.990
0.200	1.000
0.202	1.010
0.204	1.020
0.206	1.030
0.208	1.040
0.210	1.050
0.212	1.060
0.214	1.070
0.216	1.080
0.218	1.090
0.220	1.100
0.222	1.110
0.224	1.120
0.226	1.130
0.228	1.140
0.230	1.150
0.232	1.160
0.234	1.170
0.236	1.180
0.238	1.190
0.240	1.200
0.242	1.210
0.244	1.220
0.246	1.230
0.248	1.240

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