# Kiu Hung International Holdings Limited
# 僑 雄 國 際 控 股 有 限 公 司

*(incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 00381)**

## INSIDE INFORMATION
## MEMORANDUM OF UNDERSTANDING
## IN RELATION TO A POSSIBLE ACQUISITION

Reference is made to the announcement of Kiu Hung International Holdings Limited (the "**Company**") dated 10 March 2020 (the "**Announcement**") in relation to a possible acquisition of some equity interest in Shanghai Zhongjun HIT Enterprise Development Co., Ltd. (the "**Acquisition**"). Unless otherwise defined, capitalized terms used herein shall have the same meanings as those defined in the Announcement.

As disclosed in the Announcement, after signing of the MOU and during the Exclusivity Period (i.e. during the period commencing from the date of the MOU and ending on one hundred and twenty (120) days from the date of signing the MOU), the Company shall be entitled to conduct a due diligence review on the Target Company. Due to the coronavirus outbreak in China, it is expected that the Company will be unable to complete the due diligence review on the Target Company within the Exclusivity Period. With the consent of the Vendor and the Buyer, it is decided that the MOU will not be executed for the time being and will no longer have any effect on and after the date of this announcement. No party of the MOU shall make any claim against the other party for the MOU (without prejudice to the rights of either party in respect of any previous breach thereof). The parties will negotiate on the new terms of cooperation after the pandemic. The Board believes that the lapse of the MOU does not have any material adverse effect on the business or financial conditions of the Company and the Shareholders as a whole.

By order of the Board
**Kiu Hung International Holdings Limited**
**Zhang Qijun**
*Chairman*

Hong Kong, 20 May 2020

*As at the date of this announcement, the Board comprises three executive Directors, Mr. Zhang Qijun, Mr. Chen Jian and Mr Liu Mingqing and five independent non-executive Directors, Mr. Wang Xiao Ning, Mr. Cheng Ho On, Mr. Kong Chun Wing, Mr. Lai Chi Yin Samuel and Ms. Chen Yuxin.*