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## **CLSA Premium Limited**

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

**(Stock Code: 6877)**

### **INSIDE INFORMATION:**

#### **(1) ANNOUNCEMENT ON LITIGATION ON A SUBSIDIARY AND (2) RESUMPTION OF TRADING**

This announcement is made by CLSA Premium Limited (the “**Company**”) pursuant to Rule 13.09 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

On 23 June 2020, CLSA Premium New Zealand Limited (“**CLSAP NZ**”, formerly known as “KVB Kunlun New Zealand Limited”), a subsidiary of the Company, received a statement of claim filed by the Financial Markets Authority (“**FMA**”) of New Zealand in the High Court of New Zealand for alleged breaches of the Anti-Money Laundering and Countering Financing of Terrorism (“**AML/CFT**”) Act by CLSAP NZ (the “**Proceedings**”).

The FMA alleged that between April 2015 and November 2018, CLSAP NZ has failed on numerous occasions to conduct sufficient customer due diligence and enhanced customer due diligence, to terminate business relationships, to report suspicious transactions and to keep records in accordance with the AML/CFT Act.

The FMA is seeking a pecuniary penalty against CLSAP NZ and costs under the Proceedings. In the FMA’s media release dated 23 June 2020 on the Proceedings, it is stated that the maximum pecuniary penalty for the alleged breaches is NZ\$2 million for a company.

The Company is currently seeking legal advice in respect of the foregoing. The alleged breaches by the FMA against CLSAP NZ took place between April 2015 and November 2018, during which CLSAP NZ was under the previous management of the Company and its subsidiaries (the “**Group**”). The licence of CLSAP NZ is not being impacted by the Proceedings. The Company considers there is no material adverse impact to the operation of the Group as a result of the Proceedings and there is no change to the business plan of the Group as set out in the Company’s announcements dated 26 November 2019 and 15 May 2020, respectively.

The Company will keep its shareholders and potential investors informed of any further material development by way of announcement as and when appropriate.

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

### **RESUMPTION OF TRADING**

An application has been made by the Company to the Stock Exchange for the trading in the shares of the Company to resume from 1:00 p.m. on 24 June 2020 following the publication of this announcement.

By order of the Board  
**CLSA Premium Limited**  
**Yuan Feng**  
*Executive Director*

Hong Kong, 24 June 2020

As at the date of this announcement, the directors of the Company are as follows:

#### **Executive directors**

Mr. Yuan Feng (*Deputy Chief Executive Officer*)  
Mr. Wu Fei

#### **Non-executive directors**

Mr. Li Jiong (*Chairman*)  
Mr. Stephen Gregory McCoy  
Mr. Xu Jianqiang

#### **Independent non-executive directors**

Mr. Wu Jianfeng  
Mr. Christopher Wesley Satterfield  
Ms. Hu Zhaoxia