

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **VOLUNTARY ANNOUNCEMENT**

### **INCREASE IN SHAREHOLDING BY SUBSTANTIAL SHAREHOLDER**

This announcement is made by Digital China Holdings Limited (神州數碼控股有限公司\*) (the “**Company**” together with its subsidiaries, the “**Group**”) on a voluntary basis.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company was informed by Mr. Guo Wei (Chairman, Chief Executive Officer and Executive Director of the Group and a substantial shareholder of the Company) (the “**Substantial Shareholder**”) between 23 July 2021 and 29 July 2021, the Substantial Shareholder has acquired, as beneficial owner and through his controlled corporation, an aggregate of 5,886,000 shares of the Company (the “**Shares**”) from the market for an aggregate consideration of approximately HK\$25.59 million at an average price of HK\$4.3473 per Share (the “**Acquisitions**”).

Immediately after the Acquisitions, the Substantial Shareholder is interested, as beneficial owner and through corporations controlled by him, in 246,390,564 Shares and 94,116,974 underlying Shares, representing a total of approximately 20.35% of the total issued share capital of the Company as at the date of this announcement.

As informed by the Substantial Shareholder, the Acquisitions were made in consideration of his confidence in the overall development prospects and growth potential of the Group.

The Board considers that the Acquisitions demonstrate the Substantial Shareholder’s confidence in the prospect and potential of growth of the Group. The Board also believes that with the steady expansion of its Smart Industry Chain and big data software business, coupled with the introduction and implementation of the "Data Security Law of the People’s Republic of China" (“數據安全法”), both will drive the deployment of the Group’s data security solutions around cryptography and privacy, which in turn can bring unique value to both government and enterprise customers. By enabling data sharing and circulation under strict security protocols, the Group’s core data engine will be further enhanced for steady expansion into the field of big data. With substantial growth in market demand for digital twin technology, the Board believes the next stage of growth of the Group will be realized.

Based on the information available to the Company and to the best knowledge of the Board, the Company has sufficient public float as at the date of this announcement.

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

By order of the Board  
**Digital China Holdings Limited**  
**(神州數碼控股有限公司\*)**

**GUO Wei**  
*Chairman and Chief Executive Officer*

Hong Kong, 29 July 2021

As at the date of this announcement, the Board comprises nine Directors, namely:-

*Executive Directors: Mr. GUO Wei (Chairman and Chief Executive Officer) and Mr. LIN Yang (Vice Chairman)*

*Non-executive Directors: Mr. PENG Jing and Mr. ZENG Shuigen*

*Independent Non-executive Directors: Mr. WONG Man Chung, Francis, Ms. NI Hong (Hope), Dr. LIU Yun, John, Mr. KING William and Mr. Timothy CHEN Yung-cheng*

*Website: [www.dcholdings.com](http://www.dcholdings.com)*

*\*For identification purpose only*