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華 誼 騰 訊 娛 樂

華 誼 騰 訊 娛 樂 有 限 公 司

Huayi Tencent Entertainment Company Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 419)

**LAPSE OF TRANSACTIONS ON
THE ISSUE OF UNLISTED WARRANTS PURSUANT TO
FACILITY AGREEMENT FOR HK\$72,000,000 TERM LOAN FACILITY**

Reference is made to the announcements of the Company dated 7 December 2022 and 14 December 2022 respectively on the grant of options to subscribe for new shares of the Company in relation to a HK\$72,000,000 term loan facility. Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as defined in the aforesaid announcements of the Company.

The Company announces that due to the conditions precedent to drawdown of the Facility not having been entirely fulfilled by the end of the availability period of the Facility on 28 February 2023, utilization of the Facility under the Facility Agreement will not take place. Given that one of the conditions to the taking effect of the Deed of Undertaking is the utilization of the Facility having taken place, the Deed of Undertaking therefore fails to take effect, and the transactions for the grant of the Option and the right of Conversion by the Company under the Deed of Undertaking are considered as lapsed.

The Group has secured and will continue to explore alternative arrangement of financing to support the strong development of its business operations of Echartnow and Meerkat Health.

By Order of the Board

Huayi Tencent Entertainment Company Limited

HAU Wai Man

Company Secretary

Hong Kong, 1 March 2023

As at the date of this announcement, the Board comprises:

Executive directors: Mr. CHENG Wu (Vice Chairman), Mr. YUEN Hoi Po (Chief Executive Officer)

Independent non-executive directors: Dr. WONG Yau Kar David, GBS, JP, Mr. YUEN Kin, Mr. CHU Yuguo.