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BETA DYNAMIC LIMITED

(Incorporated in the British Virgin Islands with limited liability)

ANNOUNCEMENT

- (1) LEVEL OF ACCEPTANCE ON THE EXTENDED CLOSING DATE;
AND
(2) LAPSE OF VOLUNTARY CONDITIONAL CASH OFFERS BY
KINGSWAY FINANCIAL SERVICES GROUP LIMITED
FOR AND ON BEHALF OF THE OFFEROR
TO ACQUIRE ALL THE ISSUED SHARES
(OTHER THAN THOSE ALREADY OWNED
OR AGREED TO BE ACQUIRED BY THE OFFEROR)
AND
TO CANCEL ALL THE OUTSTANDING SHARE OPTIONS OF
EASY REPAY FINANCE & INVESTMENT LIMITED
(STOCK CODE: 8079)**

Financial Adviser to the Offeror

SUNWAH KINGSWAY

新華滙富

Kingsway Capital Limited

Reference is made to (i) the announcements dated 13 March 2020 issued by Beta Dynamic Limited (the “**Offeror**”); (ii) the offer document (the “**Offer Document**”) issued by the Offeror dated 3 April 2020; (iii) the response document issued by Easy Repay Finance & Investment Limited dated 17 April 2020; and (iv) the announcement dated 18 May 2020 issued by the Offeror in relation to, among other things, the extension of the Offer Period (the “**Extension Announcement**”). Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as those defined in the Offer Document and the Extension Announcement.

LEVEL OF ACCEPTANCE ON THE EXTENDED CLOSING DATE

As at 4:00 p.m. on Tuesday, 2 June 2020, being the Extended Closing Date of the Offers as disclosed in the Extension Announcement, the Offeror had received (a) 17 valid acceptances in respect of a total of 2,339,438 Offer Shares (the “**Acceptance Shares**”), representing approximately 0.97% of the total number of Shares in issue as at the date of this announcement; and (b) no acceptance of any Option Offer.

Immediately before 13 March 2020 (being the commencement date of the Offer Period), the Offeror Concert Group is interested in an aggregate of 26,093,500 Shares, representing approximately 10.86% of the issued share capital of the Company as at the date of this announcement.

Taking into account the Acceptance Shares together with the Shares already owned by the Offeror Concert Group, as at the date of this announcement, the Offeror Concert Group would be interested in an aggregate of 28,432,938 Shares, representing approximately 11.83% of the total issued share capital and voting rights of the Company.

Save as disclosed above, no member of the Offeror Concert Group (i) held, controlled or directed any Shares and rights over Shares before the Offer Period; (ii) has acquired or agreed to acquire any Shares or rights over Shares during the Offer Period up and including the date of this announcement; or (iii) has borrowed or lent any relevant securities (as defined in Note 4 to Rule 22 of the Takeovers Code) of the Company during the Offer Period and as at the date of this announcement.

LAPSE OF THE OFFERS

As set out in the Offer Document and Extension Announcement, the Share Offer is conditional upon, among other things, the valid acceptances of the Share Offer being received (and not, where permitted, withdrawn) by 4:00 p.m. on 2 June 2020 (being the Extended Closing Date) in respect of such number of Offer Shares which, together with Shares already owned or agreed to be acquired before or during the Offer Period, would result in the Offeror Concert Group holding more than 50% of the voting rights in the Company and the Option Offer is conditional upon the Share Offer becoming or being declared unconditional in all respects. In accordance with the Takeovers Code, except with the consent of the Executive, the Offers

may not become or be declared unconditional as to acceptances after 7:00 p.m. on the 60th day after the date of despatch of the Offer Document (or such later day as permitted by the Executive in accordance with the Takeovers Code). Accordingly, unless the Offers have previously become or been declared unconditional as to acceptance or have been extended by the Offeror with the consent of the Executive, the Offers will lapse at 7:00 p.m. on 2 June 2020.

In light of the level of acceptance of the Offers as set out above, the Acceptance Condition has not been satisfied as at the Extended Closing Date, and therefore the Offers have not become unconditional and lapsed on 2 June 2020.

RETURN OF DOCUMENTS

Given that the Offers lapsed, the share certificate(s), the certificate(s) in respect of the transfer receipt(s) and/or any other document(s) of title (and/or any satisfactory indemnity or indemnities required in respect thereof) received by the Receiving Agent will be returned to the relevant Shareholders who have accepted the Offers, by ordinary post at the relevant Shareholders' own risk as soon as possible but in any event within ten (10) days after the Offers have lapsed (i.e. by Friday, 12 June 2020).

By Order of the Board
Beta Dynamic Limited
Cheung Siu Fai
Sole Director

Hong Kong, 2 June 2020

As at the date of this announcement, the sole director of Beta Dynamic Limited is Mr. Cheung. The sole director of Beta Dynamic Limited accepts full responsibility for the accuracy of information contained in this announcement and confirms, having made all reasonable enquiries, that to the best of his knowledge, opinions expressed in this announcement have been arrived at upon due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.