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同方康泰產業集團有限公司
Tongfang Kontafarma Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1312)

VOLUNTARY ANNOUNCEMENT

ON-MARKET SHARE BUY-BACK

This is a voluntary announcement made by Tongfang Kontafarma Holdings Limited (the “**Company**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to announce that it has exercised and intends to further exercise its powers under the general mandate to buy back (the “**Buy-Back Mandate**”) shares of the Company (the “**Shares**”) granted by the shareholders of the Company (the “**Shareholders**”) to the Board at the annual general meeting (the “**AGM**”) of the Company held on 6 June 2018 (the “**Share Buy-Back**”). According to the Buy-Back Mandate, the Company is allowed to buy back up to 559,386,377 Shares, being not exceeding 10 per cent. of the aggregate nominal amount of the issued share capital of the Company as at the date of the AGM, on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The Board believes that the Shares have been trading at a level which significantly undervalues the Company’s performance and underlying value. Since the Board is committed to actively managing the Company’s capital, the Board believes that the Share Buy-Back would create capital management benefits to the Shareholders. The Board also believes that the Company’s strong financial position can enable it to conduct the Share Buy-Back while maintaining sufficient financial resources for the continued growth of the Company’s operations.

The Company has conducted, and will conduct the Share Buy-Back in compliance with the memorandum and articles of association of the Company, the Rules Governing the Listing of Securities on the Stock Exchange, the Codes on Takeovers and Mergers and Share Buy-backs, the Companies Law of the Cayman Islands and all applicable laws and regulations to which the Company is subject.

Shareholders and potential investors should note that further exercise of the Buy-Back Mandate by the Company will be subject to market conditions and will be at the absolute discretion of the Board. There is no assurance of the timing, quantity or price of any further buy backs. Shareholders and potential investors should exercise caution when dealing in the Shares.

By Order of the Board
Tongfang Kontafarma Holdings Limited
Huang Yu
Chairman

Hong Kong, 6 September 2018

As at the date of this announcement, the Board comprises two executive Directors, namely Mr. Huang Yu (Chairman) and Mr. Jiang Chaowen (Chief Executive Officer); and three independent non-executive Directors, namely Mr. Chan Sze Chung, Mr. Zhang Ruibin and Mr. Zhang Junxi Jack.