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華人策略控股有限公司

Chinese Strategic Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 8089)

CLARIFICATION ANNOUNCEMENT

Reference is made to the announcement of Chinese Strategic Holdings Limited (the “**Company**”) dated 27 March 2019 in relation to the results announcement for the year ended 31 December 2018 (the “**Annual Results Announcement**”). Unless otherwise stated, capitalised terms used in this announcement shall have the same meaning as those defined in the Annual Results Announcement.

The Board would like to clarify that there was inadvertent typographical errors regarding the “Securities Trading” in the section headed “Management Discussion and Analysis – Business Review” on pages 27 to 28 of the Annual Result Announcement should read as follows (with the changes underlined for easy reference):

Securities Trading

During the year ended 31 December 2018, through disposal of financial assets at FVTPL, the Group recorded a loss of approximately HK\$57,074,000 (2017: gain approximately HK\$11,230,000). With the volatile securities market affected by both political and economical factors frequently, the Group recorded a loss arising from the fair value changes of financial assets at FVTPL of approximately HK\$53,082,000 (2017: loss from changes in fair value of investment held for trading of approximately HK\$31,171,000).

As at 31 December 2018, the Group had financial assets at fair value through profit or loss which represent listed securities in Hong Kong amounted to approximately HK\$33,294,000 (31 December 2017: approximately HK\$204,232,000).

There is no single investments of Hong Kong listed securities and/or relevant derivatives with market value exceeding HK\$20,000,000 as at 31 December 2018. The gain (loss) from change in fair value of financial assets at FVTPL of single investments exceeded HK\$10,000,000 are as follows:

Company	As at 31 December 2018			For the year ended 31 December 2018			
	No. of shares held	Approx. percentage of shareholdings	Fair value <i>HK\$'000</i>	Stock price performance (%) <i>Approx.</i>	Price range (HK\$) <i>Approx.</i>	Gain (loss)	Dividend received <i>HK\$</i>
						<u>from change in fair value</u> <i>HK\$'000</i>	
CEFC Hong Kong Financial Investment Company Limited	25,644,000	0.26%	5,129	(75)%	0.15-0.98	<u>(14,072)</u>	Nil
China Eco-Farming Limited	21,820,000	0.12%	5,215	(73.15)%	0.239-1.05	<u>(12,251)</u>	Nil

The Group, in general, adopts an investment strategy that is both prudent and cautious with the overriding aim of achieving healthy investment returns. In formulating and realizing the said strategy, the Group will take into account a range of factors when considering prospective investments and when monitoring its existing investment portfolio including, but not limited to, the risks and likely return associated with each of its investments, the range and diversity of investments held in the Group's portfolio from time to time, the liquidity of the Group's investments and the anticipated cash flow requirements of each of its investments.

Save as disclosed above, the contents in the Annual Results Announcement remain unchanged.

By Order of the Board
Chinese Strategic Holdings Limited
Lam Kwok Hing Wilfred
Chairman

Hong Kong, 28 March 2019

As at the date hereof, the executive Directors are Ms. Chan Shui Sheung Ivy and Mr. Mok Tsan San; non-executive Director is Mr. Lam Kwok Hing Wilfred, J.P., (Chairman); and the independent non-executive Directors are Ms. Yuen Wai Man, Mr. Chow Fu Kit Edward and Mr. Lam Raymond Shiu Cheung.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for at least 7 days and the Company website at www.chinesestrategic.com from the date of its publication.