

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.



遠東控股國際有限公司

**Far East Holdings International Limited**

(Incorporated in Hong Kong with limited liability)

(Stock Code: 36)

## SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

Reference is made to the annual report of Far East Holdings International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) for the year ended 31 December 2016 (the “**Annual Report**”). Unless otherwise defined, capitalized terms used herein shall bear the same meanings defined in the Annual Report.

The Company would like to provide additional information in relation to the held-for-trading investments of the Group based on the information available at the latest practicable date of the Annual Report. As disclosed in the Annual Report, the Group’s held-for-trading investments comprised 56 equity securities listed in Hong Kong of which 47 are listed on the Main Board of the Stock Exchange and the remaining 9 equity securities are listed on the Growth Enterprise Market of the Stock Exchange.

The Group’s held-for-trading investments as at 31 December 2016 were represented as follows:

Company Name/(Stock Code)	Notes	Number of shares held by the Group	Percentage of shareholdings at 31 December 2016 (Note 1) %	Carrying amount at 31 December 2015 HK\$'000	Unrealised fair value (loss)/gain for the year ended 31 December 2016 HK\$'000	Dividend income for the year ended 31 December 2016 HK\$'000	Fair value at 31 December 2016 HK\$'000	Percentage of total held-for-trading investments at 31 December 2016 %	Percentage of total assets of the Group at 31 December 2016 %
Hong Kong Exchanges and Clearing Limited (388)	2	261,896	0.02	50,527	(3,850)	1,302	47,979	7.1	5.8
OP Financial Investments Limited (1140)	3	15,000,000	0.81	24,000	9,300	373	33,300	4.9	4.1
SkyNet Group Limited (8176)	4	3,505,000	0.77	—	11,842	—	32,947	4.9	4.0
Sino Golf Holdings Limited (361)	5	100,000,000	1.92	22,800	8,200	—	31,000	4.6	3.8
Ding He Mining Holdings Limited (705)	6	222,000,000	4.03	—	12,372	—	29,082	4.3	3.5
Wang On Properties Limited (1243)	7	25,000,000	0.16	—	26,198	—	28,500	4.2	3.5

Company Name/(Stock Code)	Notes	Number of shares held by the Group	Percentage of shareholdings at	Carrying amount at	Unrealised fair value (loss)/gain for the year ended	Dividend income for the year ended	Fair value at	Percentage of total held-for-trading investments at	Percentage of total assets of the Group at
			31 December 2016	31 December 2015	31 December 2016	31 December 2016	31 December 2016	31 December 2016	31 December 2016
			(Note 1) %	HK\$'000	HK\$'000	HK\$'000	HK\$'000	%	%
China Information Technology Development Limited (8178)	8	190,000,000	3.33	42,750	(15,770)	—	26,980	4.0	3.3
O Luxe Holdings Limited (860)	9	35,244,000	1.44	—	15,823	—	26,081	3.8	3.2
Sino Hajjing Holdings Limited (1106)	10	140,000,000	1.35	22,960	3,080	—	26,040	3.8	3.2
China Agri-Products Exchange Limited (149)	11	20,000,000	1.72	—	16,800	—	25,200	3.7	3.1
HMV Digital China Group Limited (8078) (formerly known as China 3D Digital Entertainment Limited)	12	31,600,000	0.58	14,378	9,954	—	24,332	3.6	3.0
Evergrande Health Industry Group Limited (708)	13	15,000,000	0.17	—	(3,240)	—	22,050	3.3	2.7
Hong Kong Education (Int'l) Investments Limited (1082)	14	20,000,000	3.65	—	13,575	—	22,000	3.2	2.7
HengTen Networks Group Limited (136)	15	50,000,000	0.07	29,000	(9,500)	—	19,500	2.9	2.4
Lajin Entertainment Network Group Limited (8172)	16	30,000,000	1.07	27,600	(8,100)	—	19,500	2.9	2.4
Huayi Tencent Entertainment Company Limited (419) (formerly known as China Jiu hao Health Industry Corporation Limited)	17	40,000,000	0.30	42,000	(23,200)	—	18,800	2.8	2.3
China Innovative Finance Group Limited (412)	18	31,998,000	0.17	26,558	(8,639)	—	17,919	2.6	2.2
KuangChi Science Limited (439)	19	6,120,000	0.10	19,768	(2,264)	—	17,504	2.6	2.1
Newton Resources Ltd (1231)	20	18,886,000	0.47	14,165	1,133	—	15,298	2.3	1.9
Town Health International Medical Group Limited (3886)	21	12,000,000	0.15	19,200	(4,200)	117	15,000	2.2	1.8
Global Mastermind Holdings Limited (8063)	22	90,870,000	2.56	3,150	4,875	—	14,085	2.1	1.7
Hsin Chong Group Holdings Limited (404) (formerly known as Hsin Chong Construction Group Ltd.)	23	35,000,000	0.61	26,950	(14,525)	—	12,425	1.8	1.5
Solartech International Holdings Limited (1166)	24	25,000,000	1.06	7,250	4,375	—	11,625	1.7	1.4
Convoy Global Holdings Limited (1019) (formerly known as Convoy Financial Holdings Limited)	25	49,980,000	0.33	21,741	(10,196)	—	11,545	1.7	1.4
Yunfeng Financial Group Limited (376) (formerly known as Reorient Group Limited)	26	2,000,000	0.08	—	(2,710)	—	11,140	1.6	1.4
Others	27			213,229	(42,064)	425	118,358	17.4	14.1
				<u>628,026</u>	<u>(10,731)</u>	<u>2,217</u>	<u>678,190</u>	<u>100</u>	<u>82.5</u>

*Notes:*

1. The percentage is calculated with reference to the monthly return of equity issuer on movements in securities for the month ended 31 December 2016 of the issuers publicly available on the website of the Stock Exchange.
2. Hong Kong Exchanges and Clearing Limited and its subsidiaries (collectively referred to as the “**HKEx Group**”) own and operate the only stock exchange and futures markets in Hong Kong and clearing houses.

Pursuant to the HKEx Group’s annual report for the year ended 31 December 2016, the HKEx Group’s total revenue and other income amounted to approximately HK\$11,116 million and the profit attributable to its shareholders was approximately HK\$5,769 million for the year ended 31 December 2016. The HKEx Group will continue to enhance their competitiveness to position the HKEx’s Group for future growth and success, and to realise our vision to transform Hong Kong into a global wealth management center connecting China and the world.

The Group believes that the HKEx Group can uniquely contribute to Hong Kong’s development as China’s offshore wealth management centre, risk management centre and global asset pricing centre and the future prospect is optimistic.

Except for a scrip dividend of 7,351 shares in the HKEx Group of approximately HK\$1.3 million, there was no acquisition or disposal of the equity interest in the HKEx Group during the Year Under Review.

3. OP Financial Investments Limited and its subsidiaries (collectively referred to as the “**OP Financial Group**”) were principally engaged in investment in a diversified portfolio of global investments in listed and unlisted enterprises thereby to achieve earnings in the form of medium to long term capital appreciation.

Pursuant to the OP Financial Group’s interim report for the six months ended 30 September 2016, the OP Financial Group recorded revenue of approximately HK\$47 million and total comprehensive income of approximately HK\$19 million. Looking ahead, the OP Financial Group will follow principles to create value for its shareholders and continue to invest in platforms with long-term strategic value for obtaining financial returns and synergies. On the other hand, the OP Financial Group continues to strengthen its ability to direct investments and strive to create more depth cooperation with industry leaders to capture medium to short term market opportunities.

The Group believes that the OP Financial Group has sufficient capital and managed by experienced management team and will be able to become an excellent cross-border investment platform and its future business prospect is positive and growing.

There was no acquisition or disposal of the equity interest in the OP Financial Group during the Year Under Review.

4. SkyNet Group Limited and its subsidiaries (collectively referred to as the “**SkyNet Group**”) were principally engaged in the sale of beauty products, provision of therapy services, and provision of engineering products and related services.

Pursuant to the SkyNet Group’s annual results announcement for the year ended 31 December 2016, the SkyNet Group recorded revenue of approximately HK\$62 million and total comprehensive loss of approximately HK\$44 million. The SkyNet Group will continue to develop its engineering businesses in 2017 to bring robotic and automation products and services into its portfolio and expand its business territory.

The Group is optimistic about the prospect of the SkyNet Group as they have obtained the parts manufacturer approval for inflight wireless local area network granted by the Southern Regional Administration of Civil Aviation Administration of China.

The Group acquired 4,000,000 shares in the SkyNet Group in April 2016 at an acquisition cost of approximately HK\$24 million. During the Year Under Review, the Group has disposed of 495,000 shares in the SkyNet Group which led to a realized gain on disposal of approximately HK\$0.5 million.

5. Sino Golf Holdings Limited and its subsidiaries (collectively referred to as the “**Sino Golf Group**”) were principally engaged in manufacturing and trading of golf equipment, golf bags and accessories and the development of integrated resort in Saipan.

Pursuant to the Sino Golf Group’s interim report for the six months ended 30 June 2016, the Sino Golf Group recorded revenue of approximately HK\$123 million and total comprehensive loss of approximately HK\$57 million. Looking ahead, the Sino Golf Group will continue to be cautious in its business approach, closely monitoring the golf equipment and golf bags businesses and seizing other growth opportunities to enhance its competitiveness to strive for the best return to the shareholders.

The Group believes that the operating performance of the Sino Golf Group will be improved as they have been exploring appropriate diversification business opportunities and/or investment to expand the revenue sources and enhance the long-term growth potential.

Except for the bonus shares of 80,000,000 shares received in January 2016, there was no acquisition or disposal of the equity interest in the Sino Golf Group during the Year Under Review.

6. Ding He Mining Holdings Limited and its subsidiaries (collectively referred to as the “**Ding He Group**”) were principally engaged in the mining of dolomite and manufacturing and sale of magnesium ingots in the state of Perak, Malaysia, exploration of mining resources in Yogyakarta Province in the Republic of Indonesia and bottling and sale of mineral water in Guangdong Province in the PRC.

Pursuant to the Ding He Group’s interim report for the six months ended 30 June 2016, the Ding He Group recorded revenue of approximately HK\$7 million and total comprehensive income of approximately HK\$153 million. The Ding He Group was ready to take the next steps in its business plan, apart from improving the existing businesses, resolving past issues to clean up the corporate environment and were also keeping eyes open for new business opportunities in a globalised prospective, these including but not limited to plans for strategic partnership alliance, business acquisitions, and investments.

The Group believes that the business plan of the Ding He Group will create value to the shareholders of the Ding He Group.

The Group acquired 222,000,000 shares in the Ding He Group in April 2016 at an acquisition cost of approximately HK\$17 million.

7. Wang On Properties Limited and its subsidiaries (collectively referred to as the “**Wang On Group**”) were principally engaged in property development and property investment businesses.

Pursuant to the Wang On Group’s interim report for the six months ended 30 September 2016, the Wang On Group recorded revenue of approximately HK\$60 million and total comprehensive income of approximately HK\$3 million. The Wang On Group will stay active in participating in land tenders hosted by the government and looking for opportunities in property acquisition to replenish our land bank for a sustainable development of our real estate business. In respect of investment properties, the Wang On Group will continue to look for potential properties in different districts for recurrent income and capital appreciation.

The Group is optimistic about the property market and the performance of the Wang On Group in the future.

The Group acquired 2,500,000 shares in the Wang On Group in April 2016 at an acquisition cost of approximately HK\$2 million. The shares in the Wang On Group were subdivided into ten in December 2016 which led to an increase of 22,500,000 shares held by the Group at 31 December 2016.

8. China Information Technology Development Limited and its subsidiaries (collectively referred to as the “**China Information Group**”) were principally engaged in software development, system integration and securities investments.

Pursuant to the China Information Group’s interim report for the six months ended 30 June 2016, the China Information Group recorded revenue of approximately HK\$7 million and total comprehensive loss of approximately HK\$26 million. The China Information Group was fueled up and equipped so as to expand its footprint in the PRC and Association of Southeast Asian Nations (the “**ASEAN**”) Regions with the new headquarter in Guangzhou and the joint venture arrangement and cooperation with Jiji Press described its interim report for the six months ended 30 June 2016, together with the existing business and other new information technology related projects to come in future.

The Group believes that the expansion of the China Information Group’s footprint to the ASEAN will have positive impact on the future prospect of the China Information Group.

There was no acquisition or disposal of the equity interest in the China Information Group during the Year Under Review.

9. O Luxe Holdings Limited and its subsidiaries (collectively referred to as the “**O Luxe Group**”) were principally engaged in exports and domestic trading, retail and wholesale of jewellery products, writing instruments and watches, mining, money lending and securities investments.

Pursuant to the O Luxe Group’s annual report for the year ended 30 September 2016, the O Luxe Group recorded revenue of approximately HK\$393 million and total comprehensive loss of approximately HK\$58 million. Looking forward, the challenging environment in the PRC and Hong Kong luxury goods market is expected to persist, the O Luxe Group will continue to exercise prudence in managing its expenditures and look for new investment opportunity to cope with existing market environment and constantly review the business strategy in a cautious manner.

The Group believes that the diversification of the business strategies of the O Luxe Group will continue to generate revenue to the O Luxe Group in the near future.

The Group acquired 35,244,000 shares in the O Luxe Group in April 2016 at an acquisition cost of approximately HK\$10 million.

10. Sino Haijing Holdings Limited and its subsidiaries (collectively referred to as the “**Sino Haijing Group**”) were principally engaged in manufacturing and sale of packaging products, securities trading and other investing activities, ticketing agency business and money lending business.

Pursuant to the Sino Haijing Group’s interim report for the six months ended 30 June 2016, the Sino Haijing Group recorded revenue of approximately HK\$266 million and total comprehensive loss of approximately HK\$8 million. With strong management team who has solid experience in tourism, entertainment and cultural industries, the Sino Haijin Group was optimistic about the prospects of the new projects in the PRC and property industry in Melaka, one of the fastest growing states in Malaysia. It is expected that these new projects will generate considerable returns to the Sino Haijin Group in the future. The Sino Haijing Group will continue to review the performance of business portfolios and seek for other potential acquisition opportunities from time to time.

The Group expects the new projects is beneficial to the Sino Haijing Group in the future prospect.

There was no acquisition or disposal of the equity interest in the Sino Haijing Group during the Year Under Review.

11. China Agri-Products Exchange Limited and its subsidiaries (collectively referred to as the “**China Agri-Products Group**”) were principally engaged in the management and sales of properties in agricultural produce exchange markets in the PRC.

Pursuant to the China Agri-Products Group’s annual report for the year ended 31 December 2016, the China Agri-Products Group recorded revenue of approximately HK\$603 million and total comprehensive loss of approximately HK\$1,033 million. Looking forward to 2017, the China Agri-Products Group will continue to build a nationwide agricultural produce exchange network by leveraging on its leading position in the industry, readily replicable business model, well-advanced management system, information technology infrastructure and quality customer services.

As a result of the agricultural issues in the PRC central government’s first priority policy, the Group believes that the future prospect of the China Agri-Products Group is warranted.

The Group acquired 20,000,000 shares in the China Agri-Products Group in January 2016 at an acquisition cost of approximately HK\$8 million.

12. HMV Digital China Group Limited and its subsidiaries (collectively referred to as the “**HMV Digital Group**”) were principally engaged in the entertainment business, with a focus in television program and movie production, distribution, distribution licensing, cinema operation and management in both Hong Kong and the PRC, artiste management, money lending activities and acquisitions of corporate bonds, preference shares as well as investment in securities.

Pursuant to the HMV Digital Group’s interim report for the six months ended 31 December 2016, the HMV Digital Group recorded revenue of approximately HK\$331 million and total comprehensive income of approximately HK\$30 million. The HMV Digital Group will continue to develop its existing business such as artists and model management, entertainment and money lending. In addition, the HMV Digital Group will maintain a continuous production and launch of movies, and continue to acquire movie distribution rights in the market. And to cope with the fast changing market, the HMV Digital Group will put more focus on the newly developed filmed entertainment and new media exploitations.

As the HMV Digital Group operates cinemas in Xiamen, Guangzhou, Jieshi and Chongqing in the PRC, and started to generate incomes to the HMV Digital Group during the financial year, the Group believes that there will be a positive prospect for the HMV Digital Group.

There was no acquisition or disposal of the equity interest in the HMV Digital Group during the Year Under Review.

13. Evergrande Health Industry Group Limited and its subsidiaries (collectively referred to as the “**Evergrande Health Group**”) were principally engaged in magazine publishing, distribution of magazine, digital business and provision of magazine content and community health management, international hospitals, elderly care and rehabilitation, medical cosmetology and anti-ageing.

Pursuant to the Evergrande Health Group’s interim report for the six months ended 30 June 2016, the Evergrande Health Group recorded revenue of approximately HK\$183 million and total comprehensive income of approximately HK\$14 million. The Evergrande Health Group will continue to maintain its solid financial policies, endeavour to raise the total amount of cash and improve the profit margin for its main operations.

Given that the Evergrande Health Group will apply the target management method in the cost management and profit management in its existing businesses, the Group expects the operating performance of the Evergrande Health Group will be improved.

The Group acquired 15,000,000 shares in the Evergrande Health Group in January 2016 at an acquisition cost of approximately HK\$25 million.

14. Hong Kong Education (Int'l) Investments Limited and its subsidiaries (collectively referred to as the “**Hong Kong Education Group**”) were principally engaged in the provision of private educational services, investment in securities, property investments and money lending business.

Pursuant to the Hong Kong Education Group’s interim report for the six months ended 31 December 2016, the Hong Kong Education Group recorded revenue of approximately HK\$81 million and total comprehensive loss of approximately HK\$232 million. Looking ahead, the Hong Kong Education Group is dedicated to reinforce local educational service to generate higher revenue.

In January 2017, the Hong Kong Education Group has successful launched an intelligent e-learning system to maximize the learning efficiency of the students. The Group believes that the e-learning system can strengthen the Hong Kong Education Group’s competitive edge and its pioneer position in the industry.

The Group acquired 20,000,000 shares in the Hong Kong Education Group in April 2016 at an acquisition cost of approximately HK\$8 million.

15. HengTen Networks Group Limited and its subsidiaries (collectively referred to as the “**HengTen Group**”) were principally engaged in internet community services, investment and trading of securities, property investment and manufacture and sales of accessories for photographic and electrical products.

Pursuant to the HengTen Group’s annual results announcement for the year ended 31 December 2016, the HengTen Group recorded revenue of approximately HK\$133 million and total comprehensive loss of approximately HK\$0.7 million. Overall speaking, the HengTen Group will closely monitor and capture any opportunity to improve this segment’s position, both financially and operationally.

In 2017, the HengTen Group will continue to improve the community service functions and further carry out property, e-commerce and finance business in order to improve the profitability of the platform, the Group believes that the future prospect of HengTen Group is warranted.

There was no acquisition or disposal of the equity interest in the HengTen Group during the Year Under Review.

16. Lajin Entertainment Network Group Limited and its subsidiaries (collectively referred to as the “**Lajin Entertainment Group**”) were principally engaged in provision of artists management services, and investment in movies, TV programs and internet contents.

Pursuant to the Lajin Entertainment Group’s interim report for the six months ended 30 June 2016, the Lajin Entertainment Group recorded revenue of approximately HK\$6 million and total comprehensive loss of approximately HK\$102 million. The Lajin Entertainment Group’s upcoming focus is its latest cross-media project, namely “Born of the STAR”. Such project is about a talent contest, about how to turn oneself into a star. The project aims at discovering and fostering new talented artists and at the same time the process will be captured and turned into 12 TV episodes. A movie based on such real story featuring the final winners of such project is also planned. The winners of this project will also be granted the opportunity to participate in other TV programs/movies invested by the Lajin Entertainment Group.

The Group believes the project “Born of the STAR” will be a successful TV program in the PRC and will enhance the brand power in the future prospect of the Lajin Entertainment Group.

There was no acquisition or disposal of the equity interest in the Lajin Entertainment Group during the Year Under Review.

17. Huayi Tencent Entertainment Company Limited and its subsidiaries (collectively referred to as the “**Huayi Tencent Group**”) were principally engaged in entertainment and media business; and provision of online and offline healthcare and wellness services.

Pursuant to the Huayi Tencent Group's interim report for the six months ended 30 June 2016, the Huayi Tencent Group recorded revenue of approximately HK\$64 million and total comprehensive loss of approximately HK\$52 million. The Huayi Tencent Group aims to invest or engage in movie and TV programme productions in collaboration with master directors from Hollywood and top studios, and to gradually reserve quality resources in the form of overseas intellectual property rights, which are believed to be beneficial to the Huayi Tencent Group's success in building a comprehensive platform targeting global markets.

The Group believes that the improved quality of life among Chinese citizens will bring a bright prospect for the film industry and beneficial to the future prospect of the Huayi Tencent Group.

There was no acquisition or disposal of the equity interest in the Huayi Tencent Group during the Year Under Review.

18. China Innovative Finance Group Limited and its subsidiaries (collectively referred to as the “**China Innovative Group**”) were principally engaged in various kinds of financial services, including financial leasing, operation of an asset trading platform, investments in securities, money lending and investment holding.

Pursuant to the China Innovative Group's interim report for the six months ended 30 September 2016, the China Innovative Group recorded revenue of approximately HK\$114 million and total comprehensive loss of approximately HK\$562 million. The China Innovative Group continues to expand to a variety of financial services serving the PRC and Hong Kong markets and is actively seeking other acquisition and related assets investment opportunities in the area of financial services in both Greater China and other parts of the world to enhance its performance and increase shareholders' value.

The China Innovative Group has been selected as a constituent of the Hang Seng Composite LargeCap & MidCap Index in September 2016. This will enable the shares of China Innovative Finance Group Limited to be traded under the Shanghai-Hong Kong Stock Connect Scheme. The Group believes that the China Innovative Group's inclusion in the two market benchmark indices represents the recognition and confidence of the capital market in the market capitalization and trading liquidity of the China Innovative Group, and will expand shareholder base and trading liquidity of the China Innovative Group, resulting in realization of the value of investment in the China Innovative Group and enhancing the China Innovative Group's reputation in the capital markets.

There was no acquisition or disposal of the equity interest in the China Innovative Group during the Year Under Review.

19. KuangChi Science Limited and its subsidiaries (collectively referred to as the “**KuangChi Group**”) were principally engaged in the research and development and manufacture of innovative products for future technology business, and the provision of other innovative technology service solutions; the manufacture and trading of paper packaging products and paper gift items and the printing of paper promotional materials; and the property investment.

Pursuant to the KuangChi Group's interim report for the six months ended 30 June 2016, the KuangChi Group recorded revenue of approximately HK\$312 million and total comprehensive income of approximately HK\$71 million. The future technology business has been the focus of the KuangChi Group. The KuangChi Group has conducted the research and development of different disruptive technologies such as “future space” technology and “future artificial intelligence” technology, to provide comprehensive services and solutions. The KuangChi Group is committed to creating future smart cities with the intention of solving all problems concerning city environment, convenience and safety.

The Group believes the diversification of innovative technologies will enable the KuangChi Group to expand its sales network and increase the revenue of the KuangChi Group in the future.

There was no acquisition or disposal of the equity interest in the KuangChi Group during the Year Under Review.



20. Newton Resources Ltd and its subsidiaries (collectively referred to as the “**Newton Group**”) were principally engaged in mining, processing and sale of iron concentrates and gabbro-diabase and stone products in the PRC.

Pursuant to the Newton Group’s interim report for the six months ended 30 June 2016, the Newton Group recorded revenue of approximately RMB4 million and total comprehensive loss of approximately RMB23 million. The Newton Group also continued to probe, with the local villagers, in the arrangements for solving the local issues, hoping to reach a consensus and to resume the iron concentrate business at the appropriate time.

Given that the Newton Group’s management is striving to seek opportunities for increasing the Newton Group’s cash flow and expanding the sales and marketing, the Group believes that it will increase the revenue and improve the future prospect of the Newtown Group.

There was no acquisition or disposal of the equity interest in the Newton Group during the Year Under Review.

21. Town Health International Medical Group Limited and its subsidiaries (collectively referred to as the “**Town Health Group**”) were principally engaged in healthcare businesses in Hong Kong, which comprise managed care, medical and dental clinics operation and provision of beauty and cosmetic medical services. The other major business segment of the Town Health Group is the PRC healthcare businesses which includes provision of hospital and dental clinic management services. The Town Health Group is also involved in investment businesses including direct investment in the healthcare sector and investment in securities and properties.

Pursuant to the Town Health Group’s interim report for the six months ended 30 June 2016, the Town Health Group recorded revenue of approximately HK\$588 million and total comprehensive income of approximately HK\$49 million. The Town Health Group will continue to strengthen its leading healthcare network and integrate its upstream and downstream businesses. Meanwhile, the Town Health Group has also been seeking for further business cooperation and acquisition targets to consolidate and expand its business scale.

In view of the increasing demand for healthcare services due to the economic growth and the aging population in the PRC, the Group is optimistic in the future prospect of the Town Health Group.

There was no acquisition or disposal of the equity interest in the Town Health Group during the Year Under Review.

22. Global Mastermind Holdings Limited and its subsidiaries (collectively referred to as the “**Global Mastermind Group**”) were principally engaged in the provision and operation of travel business, treasury management and money lending.

Pursuant to the Global Mastermind Group’s interim report for the six months ended 30 June 2016, the Global Mastermind Group recorded revenue of approximately HK\$21 million and total comprehensive loss of approximately HK\$17 million. The Global Mastermind Group will continue to look for suitable investment opportunities and projects in other areas characterised by stable cash inflows. The management of the Global Mastermind Group believes that the development of new businesses in dealing in securities and advising on securities will create synergies with the Global Mastermind Group’s existing businesses in the future.

The Group believes that the new business of the Global Mastermind Group will broaden its revenue source and beneficial to its future prospect.

The Group acquired 30,290,000 shares and 60,580,000 shares in Global Mastermind Group in December 2015 and February 2016 at acquisition costs of approximately HK\$3 million and HK\$6 million, respectively.

23. Hsin Chong Group Holdings Limited and its subsidiaries (collectively referred to as the “**Hsin Chong Group**”) were principally engaged in building construction, civil engineering, electrical and mechanical installation, property development and investment.

Pursuant to the Hsin Chong Group’s interim report for the six months ended 30 June 2016, the Hsin Chong Group recorded revenue of approximately HK\$5,953 million and total comprehensive income of approximately HK\$70 million. The Hsin Chong Group has strengthened and will continue to strengthen its strong market position and business base in Hong Kong, participating in the Government’s infrastructure and building plans. The Hsin Chong Group will also continue its tradition of excellence by serving high-end private sector customers to meet their high expectation levels. The Hsin Chong Group has been a major player in Macau’s infrastructural development, and look forward to participating further with the award of more substantial new contracts.

Given that the Hsin Chong Group is one of the Asia’s longest-standing construction groups, the Group considered its future prospect is warranted.

There was no acquisition or disposal of the equity interest in the Hsin Chong Group during the Year Under Review.

24. Solartech International Holdings Limited and its subsidiaries (collectively referred to as the “**Solartech Group**”) were principally engaged in the manufacture and trading of cables and wires, manufacture and trading of copper rods, trading of metallurgical grade bauxite, investment properties, trading of securities, provision of financing and management service and holding of mining right and exploration and evaluation assets.

Pursuant to the Solartech Group’s interim report for the six months ended 31 December 2016, the Solartech Group recorded revenue of approximately HK\$248 million and total comprehensive loss of approximately HK\$92 million. The Solartech Group will pay close attention to market information, prudently monitor worldwide economic conditions and in the major markets of the PRC, so as to be able to make operational plans in response to market changes and to strengthen the Solartech Group’s market position in the cables and wires business. The Solartech Group will also research and consider the possibility of adding mineral products to its trading business so as to increase the income of the Solartech Group.

Given that the Solartech Group was licensed to carry on Type 1 (Dealing in Securities), Type 4 (Advising on Securities) and Type 9 (Asset Management) regulated activities under the SFO since February 2017, the Group expects the Solartech Group will record an increase in revenue from the securities business segment in the future.

There was no acquisition or disposal of the equity interest in the Solartech Group during the Year Under Review.

25. Convoy Global Holdings Limited and its subsidiaries (collectively referred to as the “**Convoy Global Group**”) were principally engaged in the independent financial advisory business, money lending business, proprietary investment business, asset management business, corporate finance business and securities dealing business.

Pursuant to the Convoy Global Group’s interim report for the six months ended 30 June 2016, the Convoy Global Group recorded revenue of approximately HK\$484 million and total comprehensive loss of approximately HK\$15 million. In order to pursue their vision of becoming one of the leading financial groups across Asia, the Convoy Global Group has formulated three short term missions, (i) to establish a comprehensive financial services platform in Asia, particularly in Hong Kong and the PRC; (ii) to materialise the synergies among different business segments and locations; and (iii) to improve the capital structure of the Convoy Global Group.

In view of the clear vision established by the Convoy Global Group, the Group is optimistic about its future prospect.

There was no acquisition or disposal of the equity interest in the Convoy Global Group during the Year Under Review.

26. Yunfeng Financial Group Limited and its subsidiaries (collectively referred to as the “**Yunfeng Financial Group**”) were principally engaged in wealth management, securities brokerage, employee stock ownership plan administration, corporate finance advisory and investment research.

Pursuant to the Yunfeng Financial Group’s interim report for the six months ended 30 June 2016, the Yunfeng Financial Group recorded revenue of approximately HK\$27 million and total comprehensive loss of approximately HK\$221 million. The Yunfeng Financial Group will focus on capturing acquisitions and other fund-raising related consultancy business opportunities. Meanwhile, the Yunfeng Financial Group will follow up with the license application for setting up a joint venture securities company in the PRC.

The Group believes that the demand of Chinese enterprises with the aspiration to establish a capital market platform in Hong Kong remains strong and will be favorable to the future prospect of the Yunfeng Financial Group.

The Group acquired 2,000,000 shares in the Yunfeng Financial Group in January 2016 at an acquisition cost of approximately HK\$14 million.

27. Others comprised 31 listed securities and none of these investments account for more than 1.4% of the total assets of the Group as at 31 December 2016.

There were 2 listed securities included in others, namely Hua Han Health Industry Holdings Limited (stock code: 587) and Up Energy Development Group Limited (stock code: 307) with carrying amounts of approximately HK\$14 million and HK\$0.4 million, respectively, based on the closing price as quoted on the Stock Exchange on the preceding trading day before the suspension of trading of shares in these companies. In view of the prolonged trading suspensions of trading in the shares of these companies, full provision for impairment of the investment in these companies have been made.

The future prospect of the above equity securities may be influenced by the Hong Kong stock market. Management expected the stock market in 2017 are likely to be volatile due to the political and economic uncertainties remain.

As disclosed in the Annual Report, the management will closely monitor the investment portfolio and capture opportunities arising from held-for-trading investments in a prudent manner and balance the investment risks. The combination of the investment portfolio may change from time to time during the financial year. Considering that following the implementation of the favorable financial policies in Hong Kong, such as the Shanghai-Hong Kong Stock Connect, mutual recognition of funds and the Shenzhen-Hong Kong Stock Connect, the Group is optimistic about the future equity securities markets in Hong Kong.

The above additional information does not affect other information contained in the Annual Report and the content of the Annual Report remains unchanged.

By Order of the Board  
**Far East Holdings International Limited**  
**Wong Yun Kuen**  
*Chairman*

Hong Kong, 25 September 2017

*As at the date of this announcement, the Board comprises five Directors, of which two are executive Directors, namely, Dr. Wong Yun Kuen (Chairman), Mr. Yu Pak Yan, Peter; and three are independent non-executive Directors, namely, Ms. Kwan Shan, Mr. Wong Kui Shing, Danny and Mr. Mak Ka Wing, Patrick.*