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China Dongxiang (Group) Co., Ltd.

中國動向（集團）有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3818)

**DISCLOSEABLE TRANSACTION
IN RELATION TO
ACQUISITION OF BONDS**

THE BONDS ACQUISITION

On 2 November 2023, the Company, through its wholly-owned subsidiary, acquired from the open market the Bonds in an aggregate principal amount of US\$15,000,000 for a total consideration of US\$13,860,000.

THE LISTING RULES IMPLICATIONS

As more than one of the applicable percentage ratios in respect of the Bonds Acquisition are more than 5% but all the applicable percentage Ratios are less than 25%, the Bonds Acquisition constitutes a discloseable transaction for the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements but exempt from the Shareholders' approval requirement under Chapter 14 of the Listing Rules.

THE BONDS ACQUISITION

On 2 November 2023, the Company, through its wholly-owned subsidiary, acquired from the open market the Bonds in an aggregate principal amount of US\$15,000,000 for a total consideration of US\$13,860,000 at market price.

The Bonds are unsecured bonds issued by the Issuer, with a fixed coupon rate of 2.9% per annum, payable semi-annually in arrears, and maturing on 12 September 2027. Taking into account the discount to face value of the Bonds, the yield to maturity is expected to amount to over 5%.

The Group funded the Bonds Acquisition from its internal resources. The Bonds will be accounted for as financial assets measured at amortized cost. As the Bonds were acquired from the open market through the Company's securities broker (which is and whose beneficial owners are Independent Third Parties), the identities of the sellers of the Bonds could not be ascertained. To the best knowledge, information and belief of the Directors and having made all reasonable enquiries, the sellers of the Bonds and their respective beneficial owners are Independent Third Parties.

INFORMATION ON THE COMPANY

The Company is an investment holding company and its subsidiaries are principally engaged in brand development, design and sales of sport-related apparel, footwear and accessories and investment activities in the PRC and abroad.

INFORMATION ON THE ISSUER

According to the public information available to the Directors, the Issuer (i.e. Apple Inc.) is a multinational technology company headquartered in California, the US, and principally engages in the design, manufacture, and sales of smartphones, personal computers, tablets, wearables and accessories, and other varieties of related services. Its shares are traded on the Nasdaq Stock Exchange (ticket symbol: AAPL). As at the date of this announcement, to the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, the Issuer and its ultimate beneficial owners are Independent Third Parties.

REASONS FOR AND BENEFITS OF THE BONDS ACQUISITION

The Company acquired the Bonds for investment purpose. The Directors consider that the Bonds Acquisition provides the Group with an opportunity to balance and diversify its investment portfolio, reduce the risk of investment portfolio, as well as to generate a stable return to the Group. The Bonds Acquisition is also in line with the Group's investment strategy. The Directors consider that the terms of the Bonds Acquisition are fair and reasonable and are in the interests of the Company and the Shareholders as a whole.

THE LISTING RULES IMPLICATIONS

As more than one of the applicable percentage ratios (as defined under the Listing Rules) in respect of the Bonds Acquisition are more than 5% but all the applicable percentage ratios are less than 25%, the Bonds Acquisition constitutes a discloseable transaction for the Company under Chapter 14 of the Listing Rules and is subject to the reporting and announcement requirements but exempt from the Shareholders' approval requirement under Chapter 14 of the Listing Rules.

DEFINITIONS

Unless the context otherwise requires, the following terms in this announcement shall have the meanings set out below:

“Board”	the board of Directors
“Bonds”	the unsecured bonds issued by the Issuer in the principal amount of US\$15,000,000, details of which are set out in the section headed “The Bonds Acquisition” in this announcement
“Bonds Acquisition”	the acquisition of the Bonds by the Company from the open market
“Company”	China Dongxiang (Group) Co., Ltd., (中國動向(集團)有限公司), a limited liability company incorporated in the Cayman Islands, the Shares of which are listed on the Main Board of the Stock Exchange (stock code: 3818)
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Independent Third Party(ies)”	any entity(ies) or person(s) which or who is/are not a connected person of the Company within the meaning ascribed thereto under the Listing Rules
“Issuer”	Apple Inc., the issuer of the Bonds
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“Shareholder(s)”	shareholder(s) of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“US”	the United States of America

“US\$” United States dollars, the lawful currency of the United States of America

“%” per cent

By Order of the Board
China Dongxiang (Group) Co., Ltd.
Chen Yihong
Chairman

Hong Kong, 10 November 2023

As at the date of this announcement, the executive directors of the Company are Mr. Chen Yihong, Ms. Chen Chen and Mr. Lyu Guanghong, and the independent non-executive directors of the Company are Dr. Chen Guogang, Mr. Gao Yu and Mr. Liu Xiaosong.