

Monthly Return of Equity Issuer on Movements in Securities

**For the month ended
(dd/mm/yyyy) :**

31/07/2017

To : Hong Kong Exchanges and Clearing Limited

Name of Issuer South China Holdings Company Limited 南華集團控股有限公司

Date Submitted 03/08/2017

I. Movements in Authorised Share Capital

1. Ordinary Shares

(1) Stock code : 00413 Description : Ordinary Shares

	No. of ordinary shares	Par value (HK\$)	Authorised share capital (HK\$)
Balance at close of preceding month	<u>20,000,000,000</u>	<u>0.01</u>	<u>200,000,000</u>
Increase/(decrease)	<u>-</u>		<u>-</u>
Balance at close of the month	<u>20,000,000,000</u>	<u>0.01</u>	<u>200,000,000</u>

(2) Stock code : N/A Description : _____

	No. of ordinary shares	Par value (State currency)	Authorised share capital (State currency)
Balance at close of preceding month	_____	_____	_____
Increase/(decrease)	_____		_____
Balance at close of the month	_____	_____	_____

2. Preference Shares

Stock code :	<u>N/A</u>	Description :	<u>Redeemable Convertible Preference Shares</u>	
		No. of preference shares	Par value (HK\$)	Authorised share capital (HK\$)
Balance at close of preceding month	<u>3,000,000,000</u>	<u>0.02</u>	<u>60,000,000</u>	
Increase/(decrease)	<u>-</u>		<u>-</u>	
Balance at close of the month	<u>3,000,000,000</u>	<u>0.02</u>	<u>60,000,000</u>	

3. Other Classes of Shares

Stock code :	<u>N/A</u>	Description :	<u></u>	
		No. of other classes of shares	Par value (<i>State currency</i>)	Authorised share capital (<i>State currency</i>)
Balance at close of preceding month	<u></u>	<u></u>	<u></u>	<u></u>
Increase/(decrease)	<u></u>		<u></u>	<u></u>
Balance at close of the month	<u></u>	<u></u>	<u></u>	<u></u>

Total authorised share capital at the end of the month (HK\$) : 260,000,000

Warrants to Issue Shares of the Issuer which are to be Listed

Description of warrants (Date of expiry - dd/mm/yyyy)	Currency of nominal value	Nominal value at close of preceding month	Exercised during the month	Nominal value at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1.						
(/ /)						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
2.						
(/ /)						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
3.						
(/ /)						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
4.						
(/ /)						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)		(/ /)				
Total B.					(Ordinary shares)	_____
					(Preference shares)	_____
					(Other class)	_____

Convertibles (i.e. Convertible into Shares of the Issuer which are to be Listed)

Class and description	Currency of amount outstanding	Amount at close of preceding month	Converted during the month	Amount at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as of close of the month
1. Redeemable convertible preference shares				(Remark 1)		(Remark 2)
	HK\$	HK\$335,381,704.8	-	HK\$328,380,104.8	-	820,950,262
Stock code (if listed)	N/A					
Class of shares issuable (Note 1)	Ordinary					
Conversion	HK\$0.40 per share					
Subscription price	(subject to adjustment)					
EGM approval date (if applicable) (dd/mm/yyyy)	(30/09/2015)					
2. N/A						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)						
3. N/A						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)						
4. N/A						
Stock code (if listed)						
Class of shares issuable (Note 1)						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)	(/ /)					
				Total C. (Ordinary shares)	N/A	
				(Preference shares)	N/A	
				(Other class)	N/A	

Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options (other than under Share Option Schemes)

Full particulars including EGM approval date (dd/mm/yyyy), if applicable, and class of shares issuable:	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. _____ _____ _____ (/ /) shares (Note 1)		
2. _____ _____ _____ (/ /) shares (Note 1)		
3. _____ _____ _____ (/ /) shares (Note 1)		
Total D. (Ordinary shares) (Preference shares) (Other class)		

Other Movements in Issued Share Capital

Type of Issue				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Rights issue	At price :	State currency _____	Class of shares issuable (<i>Note 1</i>) _____	(/ /)	_____
			Issue and allotment date : (dd/mm/yyyy)		
			EGM approval date: (dd/mm/yyyy)		
2. Open offer	At price :	State currency _____	Class of shares issuable (<i>Note 1</i>) _____	(/ /)	_____
			Issue and allotment date : (dd/mm/yyyy)		
			EGM approval date: (dd/mm/yyyy)		
3. Placing	At price :	State currency _____	Class of shares issuable (<i>Note 1</i>) _____	(/ /)	_____
			Issue and allotment date : (dd/mm/yyyy)		
			EGM approval date: (dd/mm/yyyy)		
4. Bonus issue			Class of shares issuable (<i>Note 1</i>) _____	(/ /)	_____
			Issue and allotment date : (dd/mm/yyyy)		
			EGM approval date: (dd/mm/yyyy)		

Type of Issue				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
5. Scrip dividend	At price :	State currency _____	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (/ /) (dd/mm/yyyy)	_____	_____
6. Repurchase of shares			Class of shares _____ repurchased (<i>Note 1</i>) Cancellation date : (/ /) (dd/mm/yyyy) EGM approval date: (/ /) (dd/mm/yyyy)	_____	_____
7. Redemption of shares			Class of shares _____ redeemed (<i>Note 1</i>) Redeemable convertible preference shares Redemption date : _____ (dd/mm/yyyy) (11/07/2017) EGM approval date: (dd/mm/yyyy) (/ /)	_____ _____ (8,752,000) (Remark 1)	N/A
8. Consideration issue	At price :	State currency _____	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (/ /) (dd/mm/yyyy)	_____	_____

Type of Issue		No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
9. Capital reorganisation	Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) EGM approval date: (dd/mm/yyyy)	_____	_____
10. Other (Please specify)	At price : State currency _____ Class of shares _____ issuable (<i>Note 1</i>) Issue and allotment date : (dd/mm/yyyy) EGM approval date: (dd/mm/yyyy)	_____	_____
		Total E. (Ordinary shares)	<u>N/A</u>
		(Preference shares)	<u>(8,752,000)</u>
		(Other class)	<u>N/A</u>

Total increase / (decrease) in ordinary shares during the month (i.e. Total of A to E):	(1)	<u>N/A</u>
	(2)	<u>N/A</u>
Total increase / (decrease) in preference shares during the month (i.e. Total of A to E):		<u>(8,752,000)</u>
Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E):		<u>N/A</u>
<i>(These figures should be the same as the relevant figures under II above ("Movements in Issued Share Capital").)</i>		

Remarks (if any):

1. On 11 July 2017, 8,752,000 2015 Preference Shares (as defined below) were redeemed by South China Holdings Company Limited (the "Company") at the price of HK\$0.80 per 2015 Preference Share according to the terms of the 2015 Preference Shares. Hence, the total amount of the 2015 Preference Shares decreased by HK\$7,001,600 and became HK\$328,380,104.8 at the close of July 2017.

2. Notwithstanding the restrictions on conversion of the redeemable convertible preference shares, which were issued on 7 October 2015, ("2015 Preference Shares") as disclosed in the circular of the Company dated 4 September 2015 that ordinary shares will be issued upon the conversion of the 2015 Preference Shares at the conversion price of HK\$0.40 at the initial conversion rate that one 2015 Preference Share to 2 ordinary shares according to the terms of the 2015 Preference Shares, 820,950,262 ordinary shares will be issued on the assumption of full conversion of the remaining 2015 Preference Shares at the close of July 2017.

Submitted by: Richard Howard Gorges

Title: Director
(Director, Secretary or other duly authorised officer)

Notes :

1. *State the class of shares (e.g. ordinary, preference or other).*
2. *If there is insufficient space, please append the prescribed continuation sheet.*