

Unless otherwise defined herein, terms and expressions used in this announcement shall have the same meanings as those defined in the prospectus dated June 24, 2020 (the “**Prospectus**”) issued by Redsun Services Group Limited (the “**Company**”).

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This announcement is for information purposes only and does not constitute an offer or an invitation to induce an offer by any person to acquire, purchase or subscribe for any securities of the Company. Potential investors should read the Prospectus carefully for detailed information about the Company and the Global Offering before deciding whether or not to invest in the Offer Shares.

This announcement does not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of securities of the Company in any jurisdiction in which such offer, solicitation or sales would be unlawful. This announcement is not for release, publication or distribution, directly or indirectly, in or into the United States, nor is this announcement an offer of securities of the Company for sale in the United States. The securities referred to in this announcement have not been and will not be registered under the United States Securities Act of 1933, as amended from time to time (the “**U.S. Securities Act**”) or any state securities law in the United States and may not be offered, sold, pledged or transferred within the United States, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act and applicable U.S. state securities laws. The Offer Shares are being offered and sold outside the United States in offshore transactions in reliance on Regulation S under the U.S. Securities Act and the applicable laws of each jurisdiction where those offers and sales occur. There will not be and is not currently intended to be any public offering of securities of the Company in the United States.

In connection with the Global Offering, ABCI Securities Company Limited, as the stabilizing manager (the “**Stabilizing Manager**”) (or its affiliates or any person acting for it), on behalf of the Underwriters, may over-allocate or carry out transactions with a view to stabilizing or maintaining the market price of the Shares at a level higher than that which might otherwise prevail in the open market for a limited period which begins on the Listing Date. However, there is no obligation on the Stabilizing Manager (or its affiliates or any person acting for it) to do this. Such stabilizing action, if taken, will be done at the sole and absolute discretion of the Stabilizing Manager and may be discontinued at any time, and must be brought to an end on the 30th day after the last day for lodging applications under the Hong Kong Public Offering, being Thursday, July 30, 2020. Such stabilizing action, if taken, may only be effected in Hong Kong in compliance with all applicable laws, rules and regulations in place, including the Securities and Futures (Price Stabilizing) Rules, as amended, made under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong). The details of the intended stabilization and how it will be regulated under the Securities and Futures Ordinance are set forth in the section headed “Structure of the Global Offering” in the Prospectus.

Potential investors should be aware that stabilizing action cannot be taken to support the price of the Shares for longer than the stabilization period which begins on the Listing Date and is expected to expire on Thursday, July 30, 2020, being the 30th day after the last day for the lodging of the applications under the Hong Kong Public Offering. After this date, no further stabilizing action may be taken, demand for the Offer Shares, and therefore the price of the Offer Shares, could fall.



Redsun Services Group Limited

弘陽服務集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1971)

FULL EXERCISE OF THE OVER-ALLOTMENT OPTION

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The Company announces that the Over-allotment Option described in the Prospectus has been fully exercised by the Sole Representative (on behalf of the International Underwriters) on July 24, 2020 (after trading hours) in respect of an aggregate of 15,000,000 additional new Shares (the “**Over-allotment Shares**”), representing approximately 15% of the total number of the Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option) to cover over-allocations in the International Offering. The Over-allotment Shares will be issued and allotted by the Company at HK\$4.15 per Share (exclusive of brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%), being the Offer Price per Offer Share under the Global Offering.

Further announcement will be made by the Company after the end of the stabilization period.

FULL EXERCISE OF THE OVER-ALLOTMENT OPTION

The Company announces that the Over-allotment Option described in the Prospectus has been fully exercised by the Sole Representative (on behalf of the International Underwriters) on July 24, 2020 (after trading hours) in respect of an aggregate of 15,000,000 Over-allotment Shares, representing approximately 15% of the total number of the Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option) to cover over-allocations in the International Offering. The Over-allotment Shares will be issued and allotted by the Company at HK\$4.15 per Share (exclusive of brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%), being the Offer Price per Offer Share under the Global Offering. The Over-allotment Shares have been used to facilitate the return of the 15,000,000 Shares borrowed by the Stabilizing Manager from Redsun Services Group (Holdings), which were used to cover over-allocations in the International Offering.

Approval for the listing and permission to deal in the Over-allotment Shares has already been granted by the Listing Committee of the Stock Exchange. Listing of and dealings in such Over-allotment Shares are expected to commence on the Main Board of the Stock Exchange at 9:00 a.m. on July 29, 2020.

The shareholding structure of the Company immediately before and immediately after the completion of the issue and allotment of the Over-allotment Shares by the Company is as follows:

Shareholders	Immediately before the issue and allotment of the Over-allotment Shares		Immediately after the issue and allotment of the Over-allotment Shares	
	Number of Shares	Percentage of the Company's issued share capital	Number of Shares	Percentage of the Company's issued share capital
Redsun Services Group (Holdings)	300,000,000 ⁽¹⁾	75%	300,000,000	72.29%
Successful Lotus Limited ⁽²⁾	18,795,000	4.70%	18,795,000	4.53%
Other public shareholders	81,205,000	20.30%	96,205,000	23.18%
Total	<u>400,000,000</u>	<u>100%</u>	<u>415,000,000</u>	<u>100%</u>

Notes:

- (1) Inclusive of the borrowed Shares to be returned to Redsun Services Group (Holdings) by the Stabilizing Manager.
- (2) Successful Lotus Limited is a cornerstone investor and Shares held by it are counted towards public float.

The Company estimates that it will receive additional net proceeds of approximately HK\$60.7 million from the issue of the Over-allotment Shares, after deducting the underwriting commissions, incentive fee, transaction levy and trading fee (as applicable) payable by the Company in relation to the exercise of the Over-allotment Option. The Company intends to apply the additional net proceeds for the same purposes in the same proportions as set out in the section headed “Future Plans and Use of Proceeds — Use of Proceeds” in the Prospectus.

The Company confirms that immediately following the completion of the Global Offering and the full exercise of the Over-allotment Option as disclosed in this announcement, the number of issued Shares in the hands of the public will represent at least 25% of the total number of issued Shares and will satisfy the minimum

percentage as prescribed by Rule 8.08 of the Listing Rules. No new Shares or securities convertible into equity securities of the Company may be issued within six months from the Listing Date save for the situations set out in Rule 10.08 of the Listing Rules.

A further announcement will be made by the Company at the end of the stabilization period in connection with the Global Offering pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong).

By order of the Board
Redsun Services Group Limited
He Jie
Chairman

Hong Kong, July 27, 2020

As at the date of this announcement, the Board comprises two executive Directors, namely, Mr. Yang Guang and Ms. Zeng Zixi, three non-executive Directors, namely, Mr. He Jie, Mr. Jiang Daqiang and Mr. Luo Yanbing and three independent non-executive Directors, namely, Mr. Jing Zhishan, Ms. Wang Fen and Mr. Yim Kai Pung.