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GLOBAL INTERNATIONAL CREDIT GROUP LIMITED

環球信貸集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1669)

MAJOR TRANSACTION PROVISION OF FINANCIAL ASSISTANCE

PROVISION OF THE NEW LOAN

The Board is pleased to announce that on 5 February 2021, GICL, as lender, entered into the New Loan Agreement with the Customer, as borrower, pursuant to which, GICL agreed to grant a secured loan in the amount of HK\$70,000,000 for a term of 24 months.

Prior to the entering into of the New Loan Agreement, GICL, as lender, has entered into the Previous Loan Agreement for the grant of an existing secured loan in a principal amount of HK\$64,350,000 to the Customer. Part of the proceeds from the New Loan will be used to fully settle the outstanding principal under the Previous Loan Agreement.

LISTING RULES IMPLICATIONS

As one of the applicable percentage ratios in respect of the New Loan exceeds 25% but all are less than 100% under Rule 14.07 of the Listing Rules, the Loan Transaction constitutes a major transaction for the Company under Chapter 14 of the Listing Rules and is subject to the reporting, announcement, and Shareholder's approval requirements under Chapter 14 of the Listing Rules.

WRITTEN SHAREHOLDER'S APPROVAL

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, no Shareholder has a material interest in the Loan Transaction and accordingly no Shareholder is required to abstain from voting if the Company were to convene a general meeting for approving the resolution(s) in respect of the New Loan Agreement and the Loan Transaction. Blossom Spring Global Limited, being the controlling Shareholder holding 300,000,000 Shares as at the date of the New Loan Agreement (representing 75% of the issued share capital of the Company), has given its written approval for the New Loan Agreement and the Loan Transaction and such written approval is accepted in lieu of holding a general meeting pursuant to Rule 14.44 of the Listing Rules.

A circular containing, among other things, details of the Loan Transaction is expected to be despatched to the Shareholders on or before 1 March 2021 in accordance with the Listing Rules.

PROVISION OF THE NEW LOAN

The Board is pleased to announce that on 5 February 2021, GICL, as lender, entered into the New Loan Agreement with the Customer, as borrower, pursuant to which, GICL agreed to grant a secured loan in the amount of HK\$70,000,000 for a term of 24 months, details of which are as follows:

THE NEW LOAN AGREEMENT

Date of agreement	:	5 February 2021
Lender	:	GICL
Borrower	:	The Customer
Principal	:	HK\$70,000,000
Interest rate	:	9.0% per annum
Term	:	24 months commencing from the loan drawdown date
Security	:	A first legal charge/mortgage in respect of a residential property and a car parking space located in Mid-Levels Central, the valuation of which, as conducted by an independent property valuer on 4 January 2021, was HK\$122,000,000 in aggregate
Repayment	:	The borrower shall repay interest on the principal in 24 monthly instalments and the principal amount at loan maturity
Interest	:	Interest is calculated on a daily basis with the maximum amount of approximately HK\$12,600,000 throughout the term
Early repayment	:	The borrower may at any time before the loan maturity repay the principal by giving GICL not less than one month's prior written notice

Part of the proceeds from the New Loan Agreement will be used to fully settle the outstanding principal of HK\$64,350,000 granted by GICL to the Customer under the Previous Loan Agreement. Details of the Previous Loan Agreement has been previously disclosed in the section headed "The New Loan Agreement" in the announcement of the Company dated 8 May 2020.

INFORMATION ON THE CREDIT RISK RELATING TO THE NEW LOAN

The New Loan is collateralised against a residential property and a car parking space provided by the Customer with an aggregate loan-to-value ratio of approximately 57.4% based on the value of the mortgaged properties for the New Loan as determined by an independent property valuer.

The advance in respect of the New Loan was made based on (i) the Group's credit assessments on the financial strength and repayment ability of the Customer; and (ii) the collaterals provided by the Customer, which are at a prime site in Hong Kong. In assessing the financial strength and repayment ability of the Customer, the Group has (i) considered the value of the collaterals; (ii) considered the historical repayment record of the Customer; (iii) reviewed the external credit report and rating of the Customer; and (iv) conducted a litigation and bankruptcy search on the Customer. After taking into account the factors as disclosed above in assessing the risks of the relevant advance, and in particular the value of the collaterals and the loan-to-value ratio, the Group considers that the credit risks involved in the advance to the Customer are acceptable to the Group.

FUNDING OF THE NEW LOAN

Part of the proceeds from the New Loan in the amount of HK\$64,350,000 will be used to fully settle the outstanding principal under the Previous Loan Agreement and the Group will finance the remaining balance of the New Loan of HK\$5,650,000 under the New Loan Agreement with the Group's general working capital.

INFORMATION ON THE CUSTOMER

The Customer is an individual and an Independent Third Party. He is a repeated customer of the Group with outstanding loans with GICL, prior to the grant of the New Loan, of HK\$64,350,000 under the Previous Loan Agreement and there is no record of default as at the date of this announcement. To the best of the knowledge, information and belief of the Directors having made all reasonable enquiry, the Customer is a third party independent of the Company and its connected persons.

INFORMATION ON THE GROUP AND GICL

The Group is principally engaged in money lending business of providing property mortgage loans and personal loans in Hong Kong under the Money Lenders Ordinance. GICL, as the lender of the New Loan, is an indirect wholly-owned subsidiary of the Company.

REASONS FOR AND BENEFITS OF THE LOAN TRANSACTION

Taking into account the principal business activities of the Group, the grant of the New Loan to the Customer is in the ordinary and usual course of business of the Group.

The terms of the New Loan Agreement were negotiated on an arm's length basis between GICL and the Customer. The Directors consider that the grant of the New Loan is financial assistance provided by the Group within the meaning of the Listing Rules. The Directors are of the view that the terms of the New Loan Agreement were entered into on normal commercial terms based on the Group's credit policy. Taking into account the satisfactory financial background of the Customer and that a stable revenue and cashflow stream from the interest income is expected, the Directors consider that the terms of the New Loan Agreement are fair and reasonable and the entering into of the New Loan Agreement is in the interests of the Company and its shareholders as a whole.

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WRITTEN SHAREHOLDER'S APPROVAL

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, no Shareholder has a material interest in the Loan Transaction and accordingly no Shareholder is required to abstain from voting if the Company were to convene a general meeting for approving the resolution(s) in respect of the New Loan Agreement and the Loan Transaction. Blossom Spring Global Limited, being the controlling Shareholder holding 300,000,000 Shares as at the date of the New Loan Agreement (representing 75% of the issued share capital of the Company), has given its written approval for the New Loan Agreement and the Loan Transaction and such written approval is accepted in lieu of holding a general meeting pursuant to Rule 14.44 of the Listing Rules.

A circular containing, among other things, details of the Loan Transaction is expected to be despatched to the Shareholders on or before 1 March 2021 in accordance with the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the following meanings:

“Board”	the board of Directors
“Company”	Global International Credit Group Limited, a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Stock Exchange
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“Customer”	Mr. Wong Chee Yu, the borrower of the New Loan and the Previous Loan, being an individual and an Independent Third Party
“Director(s)”	the director(s) of the Company
“GICL”	Global International Credit Limited, a limited liability company incorporated in Hong Kong and an indirect wholly-owned subsidiary of the Company
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong Dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Independent Third Party”	person or company which is not a connected person of the Company
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Loan Transaction”	the granting of the New Loan under the New Loan Agreement
“Money Lenders Ordinance”	the Money Lenders Ordinance (Chapter 163 of the laws of Hong Kong) as amended, supplemented or otherwise modified from time to time
“New Loan”	the mortgage loan in the principal amount of HK\$70,000,000 provided by GICL to the Customer under the New Loan Agreement
“New Loan Agreement”	the loan agreement entered into between GICL and the Customer on 5 February 2021, particulars of which are stated in the section headed “The New Loan Agreement” in this announcement

“Previous Loan”	the mortgage loan in the principal amount of HK\$64,350,000 granted by GICL to the Customer under the Previous Loan Agreement
“Previous Loan Agreement”	the loan agreement entered into between GICL and the Customer on 8 May 2020, particulars of which are stated in the section headed “The New Loan Agreement” in the announcement of the Company dated 8 May 2020
“Shareholders”	shareholders of the Company
“Shares”	shares of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

By Order of the Board of
Global International Credit Group Limited
Wang Yao
Chairman and Chief Executive

Hong Kong, 5 February 2021

As at the date of this announcement, the executive directors of the Company are Ms. Wang Yao, Ms. Jin Xiaoqin and Ms. Yip Lee Ying; and the independent non-executive directors of the Company are Dr. Ng Lai Man, Carmen, Mr. Man Yiu Kwong, Nick and Mr. Tang, Warren Louis