

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.

King Force Group Holdings Limited

冠輝集團控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 08315)

**VOLUNTARY ANNOUNCEMENT
OBTAINING OF FINANCIAL ASSISTANCE**

This is a voluntary announcement made by King Force Group Holdings Limited (the “Company”, together with its subsidiaries, the “Group”).

The board (the “Board”) of directors (the “Directors”) of the Company is pleased to announce that on 6 May 2016, after trading hours, the Company as issuer and Mr. Fu Yik Lung (“Mr. Fu”), the chairman of the Company, an executive Director and a substantial shareholder (as defined under the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (the “GEM Listing Rules”)) of the Company, as noteholder, entered into a promissory note with an aggregate principal amount of HK\$19,500,000 (the “Promissory Note”). The Promissory Note bears an interest rate of 5% per annum for a term of 2 years. The principal terms of the Promissory Note are set out hereunder:

Issuer:	The Company
Noteholder	Mr. Fu
Principal amount:	HK\$19,500,000
Interest:	Five per cent (5%) per annum
Terms of repayment:	The principal amount under the Promissory Note together with interest accrued thereon shall be paid by the Company to the holder of the Promissory Note upon the expiry of a 2-year period after the date of issue of the Promissory Note
Early repayment:	The Company shall have the right at any time to redeem the whole or part of the outstanding Promissory Note provided that the Company shall have given to the holder of the Promissory Note at least three (3) business days’ notice of its intention to make such early repayment, specifying the amount to be so repaid
Security:	The Promissory Note is not secured
Transferability:	The Promissory Note is transferable or assignable

Mr. Fu is a connected person of the Company by virtue of the fact that he is an executive Director and a substantial shareholder (as defined under the GEM Listing Rules) of the Company. Accordingly, the Promissory Note is a financial assistance from a connected person of the Company to the Group and constitutes a connected transaction for the Company. However, as the Promissory Note is not secured by any asset of the Group, and as the Directors consider that the Promissory Note is on normal commercial terms or better, the Promissory Note is fully exempted from shareholders' approval, annual review and all disclosure requirements pursuant to Rule 20.88 of the GEM Listing Rules.

REASONS FOR ENTERING INTO THE PROMISSORY NOTE

The principal amount of the Promissory Note was arrived at after arm's length negotiations between the Company and Mr. Fu. The Board is of the view that the Promissory Note as a financial support from Mr. Fu would enhance the cash flows of the Group and increase the base of working capital for the Group's daily operation and the development of its existing businesses and any other future development opportunities. Hence, the Board considers that the terms and conditions of the Promissory Note, including the principal amount and the interest rate of the Promissory Note, are fair and reasonable and on normal commercial terms and the entering into of the Promissory Note with Mr. Fu is in the interests of the Company and the shareholders of the Company as a whole.

By order of the Board
King Force Group Holdings Limited
Fu Yik Lung
Chairman

Hong Kong, 6 May 2016

As at the date of this announcement, the executive Directors are Mr. Fu Yik Lung, Ms. Liu Lai Ying, Ms. Chung Pui Yee Shirley, Mr. Li Mingming and Mr. Chen Yunchuo; and the independent non-executive Directors are Ms. Au Man Yi, Professor Lam Sing Kwong, Simon and Mr. Ong Chi King.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of The Stock Exchange of Hong Kong Limited's website at www.hkexnews.hk for 7 days from the date of its posting. This announcement will also be posted on the Company's website at www.kingforce.com.hk.