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CHINA HEALTHWISE HOLDINGS LIMITED **中國智能健康控股有限公司**

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 348)

DISCLOSEABLE TRANSACTION – PROVISION OF FINANCIAL ASSISTANCE

PROVISION OF FINANCIAL ASSISTANCE

The Board announces that, on 21 January 2019 (after trading hours of the Stock Exchange), the Loan Agreement was entered into between Good Cheer Global as lender and Customer G as borrower. Pursuant to the Loan Agreement, Good Cheer Global has conditionally agreed to grant the Loan of a principal amount of HK\$25 million to Customer G for a term of 6 months from the date of drawdown of the Loan.

The principal terms and conditions of the Loan Agreement are set out in the paragraph headed “The Loan Agreement” in this announcement.

IMPLICATIONS UNDER THE LISTING RULES

As one of the relevant percentage ratios (as defined under the Listing Rules) in respect of the grant of the Loan under the Loan Agreement is more than 5% but all are less than 25%, the grant of the Loan under the Loan Agreement constitutes a discloseable transaction for the Company under the Listing Rules and is subject to the notification and announcement requirements under Chapter 14 of the Listing Rules.

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The Loan Agreement

The principal terms and conditions of the Loan Agreement are summarised as follows:

Date	:	21 January 2019
Lender	:	Good Cheer Global, a licensed money lender in Hong Kong
Borrower	:	Customer G
Principal amount of the Loan	:	HK\$25 million
Interest rate	:	15% per annum, payable quarterly
Default interest rate	:	15% per annum on overdue sums, including outstanding principal amount of the Loan, interest and other amounts payable under the Loan Agreement, from the due date until payment in full.
Security	:	A personal guarantee given by the Guarantor in favour of Good Cheer Global as a security for all the obligations and liabilities of Customer F under the Loan Agreement.
Repayment date	:	The date immediately after the expiry of a period of 6 months from the date of drawdown of the Loan.
Repayment	:	Customer G shall repay the principal amount of the Loan in full together with any accrued and unpaid interest in one lump sum on the repayment date.
Prepayment	:	Customer G may prepay to Good Cheer Global the whole or any part of the outstanding principal amount of the Loan before the repayment date provided that (i) Customer G shall have given to Good Cheer Global prior written notice specifying the amount to be prepaid and the date on which prepayment is to be made, and (ii) Customer G shall, on the date of prepayment, pay to Good Cheer Global all accrued interest on the amount prepaid.

- Conditions precedent : The Loan Agreement is conditional upon the fulfillment of the following conditions:
- (a) the publication of an announcement of the Company in relation to the Loan Agreement and the transactions contemplated thereunder in compliance with Chapter 14 of the Listing Rules;
 - (b) all representations and warranties made by Customer G in the Loan Agreement or in connection therewith being true and correct with the same effect as though made on and as of the drawdown of the Loan with reference to the facts and circumstances then subsisting;
 - (c) no event of default having occurred and no potential event of default having occurred (or being likely to occur as a result of the Loan being made); and
 - (d) Good Cheer Global having received and found satisfactory such additional information and documents relating to Customer G as Good Cheer Global may reasonably require.
- Long stop date : 31 January 2019 (or such later date as Customer G and Good Cheer Global may agree in writing).

Funding of the Loan

The Loan will be financed by internal resources of the Group.

Information on Customer G

Customer G is a company incorporated in Hong Kong with limited liability and its principal activity is investment holding. To the best of the knowledge, information and belief of the Directors having made all reasonable enquires, Customer G is an Independent Third Party.

Information on the Group and Good Cheer Global

The Company is an investment holding company and the Group is principally engaged in development, engineering, manufacturing and sale of toys, commercial kitchen and consumer electronic products, sales of Chinese health products, money lending business and investment in financial instruments.

Good Cheer Global is a money lender licensed in Hong Kong under the provisions of the Money Lenders Ordinance. Good Cheer Global conducts money lending business in Hong Kong through the provision of secured and unsecured loans to customers.

Reasons for and benefits of the grant of the Loan under the Loan Agreement

As money lending is one of the principal activities of the Group, the grant of the Loan under the Loan Agreement to Customer G is in the ordinary and usual course of business of the Group.

The terms of the Loan Agreement are negotiated on an arm's length basis between Good Cheer Global and Customer G. The Directors are of the view that the terms of the Loan Agreement are on normal commercial terms. Given that a stable interest income is generated from the Loan during the term of the Loan Agreement, the Directors consider that the grant of Loan under the Loan Agreement is fair and reasonable and in the interests of the Company and its shareholders as a whole.

IMPLICATIONS UNDER THE LISTING RULES

As one of the relevant percentage ratios (as defined under the Listing Rules) in respect of the grant of the Loan under the Loan Agreement is more than 5% but all are less than 25%, the grant of the Loan under the Loan Agreement constitutes a discloseable transaction for the Company under the Listing Rules and is subject to the notification and announcement requirements under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, the following words and expressions shall, unless the context otherwise requires, have the same meanings when used herein:

“Board”	the board of Directors
“Company”	China Healthwise Holdings Limited, a company incorporated in the Cayman Islands with limited liability and the shares of which are listed on the Main Board of the Stock Exchange (stock code: 348)
“Customer G”	A company incorporated in Hong Kong with limited liability
“Director(s)”	the director(s) of the Company
“Good Cheer Global”	Good Cheer Global Limited, a company incorporated in Hong Kong with limited liability and an indirect wholly-owned subsidiary of the Company
“Group”	the Company and its subsidiaries
“Guarantor”	an individual who is a merchant, an Independent Third Party
“Hong Kong”	the Hong Kong Special Administrative Region of the People's Republic of China

“Independent Third Party(ies)”	an independent third party who is not connected with the Company and its connected persons (as defined under the Listing Rules)
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Loan”	the fixed loan in principal amount of HK\$25 million
“Loan Agreement”	the loan agreement dated 21 January 2019 and entered into between Good Cheer Global as lender and Customer G as borrower relating to the grant of the Loan
“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
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“%”	per cent.

By order of the Board
China Healthwise Holdings Limited
Lei Hong Wai
Chairman and Executive Director

Hong Kong, 21 January 2019

As at the date of this announcement, the Executive Directors are Mr. Lei Hong Wai (Chairman), Mr. Leung Alex (Vice Chairman), Ms. Lo Ming Wan, Mr. Tse Chi Keung and Mr. Yuan Huixia; the Non-executive Director is Mr. Diao Yunfeng; and the Independent Non-executive Directors are Mr. Lai Hok Lim, Mr. Lien Wai Hung and Mr. Wong Tak Chuen.