

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.

SPROCOMM INTELLIGENCE LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1401)

HIGH CONCENTRATION OF SHAREHOLDING

This announcement is made at the request of the Stock Exchange in respect of the concentration of the shareholding of the Company in the hands of a limited number of Shareholders as at 7 November 2024.

In view of the high concentration of shareholding in a small number of Shareholders, Shareholders and prospective investors should be aware that the price of the shares of the Company (the “Shares”) could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

This announcement is made by Sprocomm Intelligence Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) at the request of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) in respect of the concentration of the shareholding of the Company in the hands of a limited number of shareholders of the Company (the “**Shareholders**”) as at 7 November 2024.

HIGH CONCENTRATION OF SHAREHOLDING

The Company noted that an announcement has been published by the Securities and Futures Commission (the “**SFC**”) on 19 November 2024 (the “**SFC Announcement**”).

As disclosed in the SFC Announcement, the SFC has recently completed an enquiry into the shareholding of the Company. The SFC’s findings suggested that as at 7 November 2024, 26 shareholders held an aggregate of 517,374,540 Shares, representing 51.74% of the issued Shares. The SFC’s findings also suggested that, as at 7 November 2024, an aggregate of 47,604,000 Shares (representing 4.76% of the issued Shares) were not held in the Central Clearing and Settlement System (“**CCASS**”) despite they were still registered under the name of HKSCC Nominees Limited at the Company’s Hong Kong register of members. Such shareholdings, together with 344,999,460 Shares (representing 34.50% of the issued Shares) held by the two substantial shareholders of the Company, represented 91% of the issued Shares. As such, only 90,022,000 Shares (representing 9% of the issued Shares) were in the hands of other shareholders.

As set out in the SFC Announcement, the shareholding structure of the Company as at 7 November 2024 was as follows:

	Number of Shares held <i>(Shares)</i>	% of total number of issued Shares <i>(%)</i>
Leap Elite Limited (<i>Note 1</i>)	204,967,204	20.50
Beyond Innovation Limited (<i>Note 2</i>)	140,032,256	14.00
A group of 26 shareholders	517,374,540	51.74
Shares not held in CCASS despite they were still registered under the name of HKSCC Nominees Limited at the Company's Hong Kong register of members	47,604,000	4.76
Other shareholders	90,022,000	9.00
Total	1,000,000,000	100.00

Note 1: Leap Elite Limited is legally owned as to 100% by Mr LI Chengjun (Executive Director, Chairman & Chief Executive Officer) for the beneficiaries of the family trust found by himself.

Note 2: Beyond Innovation Limited is legally owned as to 100% by Mr XIONG Bin (Executive Director & Vice Chairman) for the benefit of the beneficiaries of the family trust found by himself.

As stated in the SFC Announcement:

- (a) From 12 September 2024 to 6 November 2024, the closing price of the Shares rose 330% from HK\$3.49 on 11 September 2024 to HK\$15.00 on 6 November 2024.
- (b) As at 18 November 2024, the price of the Shares closed at HK\$13.36, representing an increase of 283% from the closing price of HK\$3.49 on 11 September 2024.

The board (the “**Board**”) of the directors of the Company wishes to clarify that the information above is extracted from the SFC Announcement and the Company has not independently verified such information other than (i) the shareholdings held by Leap Elite Limited and Beyond Innovation Limited based on the latest available disclosure of interests notices filed pursuant to Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong); and (ii) the information set out in paragraphs (a) to (b) above. Please refer to the SFC Announcement for more information.

To the best knowledge of the Board and the information above, the Company cannot ascertain if the Company's securities may or may not have a genuine market.

PUBLIC FLOAT

Based on the information available and to the best knowledge of the Board after making all reasonable enquiries of its connected persons, the Company confirms that not less than 25% of the Company's issued Shares are in the hands of the public as at 7 November 2024 and as at the date of this announcement, and the Company is able to comply with the public float requirement under the Rules Governing the Listing of Securities on the Stock Exchange.

In view of the high concentration of shareholding in a small number of Shareholders, Shareholders and prospective investors should be aware that the price of the Shares could fluctuate substantially even with a small number of Shares traded, and should exercise extreme caution when dealing in the Shares.

By Order of the Board
Sprocomm Intelligence Limited
Mr. Li Chengjun
Chairman and Executive Director

Hong Kong, 19 November 2024

As at the date of this announcement, the executive Directors are Mr. LI Chengjun, Mr. XIONG Bin, Mr. WEN Chuanchuan and Mr. GUO Qinglin, and the independent non-executive Directors are Mr. HUNG Wai Man, Mr. WONG Kwon Kit, Mr. LU Brian Yong Chen and Ms. TSENG Chin I.