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SYMPHONY
SYMPHONY HOLDINGS LIMITED

新濠集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 01223)

(Warrant Code: 01537)

**SUPPLEMENTAL ANNOUNCEMENT -
AMENDMENT OF CONTINUING CONNECTED TRANSACTIONS**

Reference is made to the announcement issued by the Company on 8th May 2019 (the “**Announcement**”). Capitalized terms used here shall bear the same meaning as they appear in the Announcement.

The adjusted price for the Products (“**Adjusted Price**”) is a response to the unpredictable price-cut policies of competitors of similar products in the swimwear industry in China. In response to such unpredictability and to counter the effect of gross profit margin erosion, the sourcing policy of the Company requires alignment with market conditions aiming at maintaining a stable gross profit percentage. The Adjusted Price formula is pegged with the retail market price which will be more responsive to China market conditions.

The Adjusted Price is on terms no less favourable than the terms from other independent third parties, the Company has taken into consideration (1) previous distribution arrangements with other sports brands; (2) sourcing costs of the raw materials and the production scale of the Products; and (3) pricing basis of existing licensees of the Company’s owned sports brands. The Directors of the Company thus consider that the transactions will be conducted on normal commercial terms and are fair and reasonable and in the interests of the Company and its shareholders as a whole.

In view of the competitive operating China environment and the aggressive supply of swimwear products initiated by other competing brands, the Company considers it commercially beneficial to adjust the minimum annual purchases for 2019, 2020 and 2021. The purpose of the adjustment is to provide the Company with more flexibility in terms of its resource allocation, in addition to the advantage of enhancing the business performance of the joint venture.

By order of the Board
Symphony Holdings Limited
Cheng Tun Nei
Chairman

Hong Kong, 14 May 2019

At the date of this announcement, the Directors are:

Executive Directors:

Mr. Cheng Tun Nei (*Chairman & Chief Executive Officer*)

Mr. Chan Kar Lee Gary

Mr. Lee Cheung Ming

Independent non-executive Directors:

Mr. Shum Pui Kay

Mr. Wah Wang Kei Jackie

Mr. Chow Yu Chun Alexander