

*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.*

*This announcement appears for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for the securities of the Company.*



*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 632)**

**RESULTS OF THE RIGHTS ISSUE ON THE BASIS OF  
THREE (3) RIGHTS SHARES FOR EVERY  
EIGHT (8) EXISTING SHARES HELD ON THE RECORD DATE  
ON A NON-UNDERWRITTEN BASIS**

Reference is made to the prospectus of CHK Oil Limited (the “**Company**”) dated 18 November 2020 (the “**Prospectus**”) in relation to the Rights Issue on the basis of three (3) Rights Shares for every eight (8) Existing Shares held on the Record Date on a non-underwritten basis. Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Prospectus.

**RESULTS OF THE RIGHTS ISSUE**

The Board is pleased to announce that all conditions set out in the Prospectus have been fulfilled and the Rights Issue became unconditional at 5:00 p.m. on Friday, 4 December 2020.

The Rights Issue was over-subscribed. In aggregate, 27 valid acceptances and applications in respect of a total of 245,872,261 Rights Shares, representing approximately 107.09% of the total number of 229,603,495 Rights Shares offered under the Rights Issue, have been received and comprised of the following:

- (i) 13 valid acceptances of provisional allotments under the PALs were received for a total of 145,931,575 Rights Shares, representing approximately 63.56% of the total number of 229,603,495 Rights Shares being offered under the Rights Issue; and
- (ii) 14 valid applications for excess Rights Shares under the EAFs were received for a total of 99,940,686 Rights Shares, representing approximately 43.53% of the total number of 229,603,495 Rights Shares being offered under the Rights Issue.

\* *For identification purpose only*

Pursuant to the Irrevocable Undertaking, Xin Hua has accepted and subscribed for 137,109,411 Rights Shares provisionally allotted to it under the PAL and applied for 92,494,084 excess Rights Shares under the EAF.

The gross proceeds raised from the Rights Issue are approximately HK\$45.9 million before deducting professional fees and other expenses.

## **EXCESS APPLICATION**

Given the valid acceptance of provisional allotments under the PALs mentioned above, 83,671,920 Rights Shares, representing approximately 36.44% of the total number of 229,603,495 Rights Shares offered under the Rights Issue, were available for subscription under the EAFs. Such number of excess Rights Shares was insufficient to satisfy all valid applications for a total number of 99,940,686 excess Rights Shares under the EAFs.

The allocation of the excess Rights Shares was made pursuant to the principles set out in the section headed “Letter from the Board — Rights Issue — Application for excess Rights Shares” in the Prospectus. Given that the number of excess Rights Shares available for subscription under the EAFs was insufficient to satisfy all valid applications, the allocation of the 83,671,920 Rights Shares to the Qualifying Shareholders who applied for excess Rights Shares was made on a fair and equitable basis, and as far as practicable on a pro-rata basis of approximately 83.72% by reference to the number of excess Rights Shares applied for under each application. Reference was only made to the number of excess Rights Shares applied for but no reference was made to the Rights Shares subscribed through applications by PALs or the existing number of Shares held by the Qualifying Shareholders. In addition, no preference was given to applications for topping up odd-lot holdings to whole lot holdings.

## SHAREHOLDING STRUCTURE OF THE COMPANY

Based on the information available to the Company and to the best of the Directors' knowledge, information and belief after having made all reasonable enquiries, as at the date of this announcement, the shareholding structure of the Company immediately before and after completion of the Rights Issue are as follows:

	Immediately before completion of the Rights Issue		Immediately after completion of the Rights Issue	
	Number of Shares	Approximate %	Number of Shares	Approximate %
<b>Controlling Shareholder</b>				
Xin Hua ( <i>Notes 1 and 2</i> )	365,625,096	59.72	580,172,014	68.91
<b>Non-public Shareholder</b>				
Pearl Oriental Logistics Sino Limited ( <i>Note 3</i> )	243,600	0.04	243,600	0.03
<b>Independent non-executive Director</b>				
Ms. Zhong Bifeng	5,000,000	0.82	5,000,000	0.60
<b>Public Shareholders</b>	<u>241,407,291</u>	<u>39.42</u>	<u>256,463,868</u>	<u>30.46</u>
<b>Total</b>	<u><u>612,275,987</u></u>	<u><u>100.00</u></u>	<u><u>841,879,482</u></u>	<u><u>100.00</u></u>

*Notes:*

- Xin Hua is owned as to 46.28% by Ms. Chen Junyan, 34.92% by Mr. Yu Zhibo and 18.80% by Mr. Chen Yaxin.
- The above shareholding of 580,172,014 Shares immediately after completion of the Rights Issue is the approximate number of Shares held by Xin Hua through HKSCC Nominees Limited. As the Company considers the nominee company, HKSCC Nominees Limited, as a single Shareholder according to the register of members of the Company, the arrangement relating to the allocation of the Rights Shares will not be extended to Xin Hua directly. The above number of Rights Shares allocated to Xin Hua is based on estimates as if Xin Hua was a single Shareholder in the register of members of the Company and is therefore subject to final allocation made by HKSCC Nominees Limited.

3. On 4 April 2007, the Company issued consideration Shares in relation to its acquisition of 60% of the issued share capital of Pearl Oriental Logistics Sino Limited (which is a subsidiary of the Company). Please refer to the Company's announcement dated 26 September 2006 and the Company's circular dated 18 October 2006 in relation to the acquisition of Pearl Oriental Logistics Sino Limited for more details. The 243,600 Shares held by Pearl Oriental Logistics Sino Limited consist of part of these consideration Shares and 40,600 bonus Shares which were issued to Pearl Oriental Logistics Sino Limited in May 2011.

## **DESPATCH OF SHARE CERTIFICATES FOR RIGHTS SHARES AND REFUND CHEQUES**

Share certificates for all fully-paid Rights Shares and the refund cheques of the partially unsuccessful applications for excess Rights Shares will be despatched to those entitled thereto by ordinary post to their respective registered address at their own risk by the Registrar on Thursday, 10 December 2020.

## **ODD LOT ARRANGEMENT**

As contemplated in the Prospectus, in order to facilitate the trading of odd lots of Shares which will arise upon the Rights Issue, the Company has appointed Forwin Securities Group Limited to stand in the market and provide matching services on a best effort basis for the holders of odd lots of Shares during the period between Friday, 11 December 2020 to Monday, 28 December 2020 (both days inclusive). Holders of odd lots Shares who wish to take advantage of this facility either to dispose of their odd lots of Shares or to top up to board lots of 2,000 Shares may contact Mr. Simson Kwok of Forwin Securities Group Limited at Unit 2201, 22/F, Office Tower, Convention Plaza, 1 Harbour Road, Wanchai, Hong Kong (telephone number: (852) 2895 9977) as soon as possible during the such period. Holders of Shares in odd lots should note that the matching services mentioned above are on a "best effort" basis only and successful matching of the sale and purchase of odd lots of Shares is not guaranteed and will depend on there being adequate amount of odd lots of Shares available for matching. Shareholders are advised to consult their financial advisers if they are in doubt about the above arrangements.

## **COMMENCEMENT OF DEALINGS OF RIGHTS SHARES IN FULLY-PAID FORM**

Dealings in fully-paid Rights Shares on the Stock Exchange are expected to commence on Friday, 11 December 2020.

On behalf of the Board

**CHK OIL LIMITED**

**Liu Gui Feng**

*Chairlady and Executive Director*

Hong Kong, 9 December 2020

*As at the date hereof, the Board comprises five executive Directors, namely Ms. Liu Gui Feng, Mr. Yu Jiyuan, Mr. Lin Qing Yu, Ms. Chen Junyan and Mr. Li Songtao, one non-executive Director, Mr. Yu Zhibo; and three independent non-executive Directors, namely Ms. Zhong Bifeng, Ms. Yang Yuyan and Mr. Pang Jun.*

*This announcement will be published on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) and on the website of the Company at [www.chkoilltd.com](http://www.chkoilltd.com).*