



金利豐證券有限公司
KINGSTON SECURITIES LIMITED

STRICTLY PRIVATE AND CONFIDENTIAL

29 May 2023

Eminence Enterprise Limited

Block A, 7th Floor
Hong Kong Spinners Building
Phase 6, 481-483 Castle Peak Road
Cheung Sha Wan
Kowloon, Hong Kong

Attn.: The Board of Directors

Dear Sir / Madam,

Eminence Enterprise Limited (stock code: 616) (the “Company”)

Placing (the “Placing”) of a maximum of 50,000,000 new shares of par value of HK\$0.01 each (the “New Shares”) in the Company at the placing price of HK\$0.50 each (the “Placing Shares”) under specific mandate

PART 1 – THE PLACING UNDER SPECIFIC MANDATE

On the terms set out in this agreement (the “**Placing Agreement**”), we, Kingston Securities Limited (the “**Placing Agent**”) agree, on a best effort basis, to place, or procure the placing of, a maximum of 50,000,000 Placing Shares to currently expect to be not fewer than six independent professional, institutional or other investors (the “**Placees**”) as we may select at the placing price of HK\$0.50 (the “**Placing Price**”) per Placing Share (together with the Stock Exchange trading fee, Securities and Futures Commission (the “**SFC**”) transaction levy, and Central Clearing and Settlement System (“**CCASS**”) stock settlement fee as may be payable by the Placees) in the capacity as the Company’s agent.

We understand that the Placing is subject to the approval of the capital reorganisation (the “**Capital Reorganisation**”) by the shareholders (the “**Shareholders**”) of the Company at the special general meeting (the “**SGM**”) of the Company. The Capital Reorganisation will involve (i) a share consolidation (the “**Share Consolidation**”) on the basis that every forty (40) issued and unissued existing shares (the “**Existing Shares**”) of the Company of par value of HK\$0.01 each will be consolidated into one (1) consolidated share (the “**Consolidated Share(s)**”) of par value of HK\$0.40 each; (ii) immediately upon the Share Consolidation becoming effective, a capital reduction (the “**Capital Reduction**”) of the par value of each issued Consolidated Share from HK\$0.40 to HK\$0.01 each; and (iii) immediately following the Share Consolidation and the Capital Reduction becoming effective, a share subdivision of subdividing each authorised but unissued Consolidated Share (including those authorised unissued Consolidated Shares arising from the Capital Reduction) into forty (40) authorised but unissued New Shares of par value of HK\$0.01 each. In addition, subject to and conditional upon the Capital Reorganisation becoming effective, the board lot size for the New Shares trading on The Stock Exchange of Hong Kong Limited will be changed from 20,000 Existing Shares to 5,000 New Shares.

Subject to the Capital Reorganisation having become effective and the dealing in the New Shares having commenced, the Placing Shares will be issued under the specific mandate (the “**Specific Mandate**”) proposed to be granted to the directors (the “**Directors**”) of the Company by the Shareholders to allot and issue up to 50,000,000 New Shares (representing approximately 94.08% of the issued share capital of the Company immediately after the Capital Reorganisation becoming effective but before the completion of the Placing) of par value of HK\$0.01. The SGM will be convened and held for the Shareholders to consider and, if thought fit, to approve,

among other matters, the Capital Reorganisation, the grant of the Placing and the Specific Mandate.

The Company represents, warrants and undertakes to the Placing Agent that:

- (a) the Placing Shares will be allotted and issued by the Company under the authority of the Directors pursuant to the proposed Specific Mandate to be given to such Directors by the Shareholders;
- (b) the Placing Shares will, when fully paid, be allotted and issued in accordance with the memorandum and articles of association the Company and with the relevant rules and regulations applicable to the Company in Hong Kong and will, at completion of the Placing ("**Completion**"), be free from all liens, charges, encumbrances or third party rights of whatsoever nature and together with all rights attaching thereto at Completion and thereafter; and
- (c) the Placing Shares will rank *pari passu* in all respects with the existing Shares in issue as at the date of allotment and issue of the Placing Shares.

The Placing Agent represents, warrants and undertakes to the Company that:

- (a) the Placing Agent will not, directly or indirectly, offer, sell or deliver any Placing Shares or distribute or publish any documents in relation to the Placing (including without limitation to the foregoing, any prospectus, form of application, offering circular, advertisement or other offering material) in any country or jurisdiction except under circumstances that will not result in the breach of any applicable laws and regulations;
- (b) the Placing Agent has not offered for subscription or sold and will not offer for subscription or sell in Hong Kong, by means of any document, any Placing Shares except in circumstances which do not constitute an offer to the public within the meaning of the Companies Ordinance (Chapter 32 of the Laws of Hong Kong) or in contravention of any securities laws in Hong Kong;
- (c) the Placing will be completed on a best effort basis. The Completion is in accordance with this Placing Agreement shall referred to as "Conditions of the Placing" below;
- (d) the Placing Agent undertakes to place the Placing Shares only to independent professional, institutional or other investors, who and whose ultimate beneficial owner(s) will be third parties independent of, not connected or acting in concert (as defined in the Hong Kong Code on Takeovers and Mergers (the "**Takeovers Code**")) with any directors, chief executive or substantial shareholder(s) of the Company or its subsidiaries and their respective associates (as defined under as defined under the Rules (the "**Listing Rules**") Governing the Listing of Securities on the Stock Exchange);
- (e) the Placing Agent may require any sub-placing agents or other person to or through whom it may effect the Placing or offer or sell any Placing Shares to comply with the foregoing provisions;
- (f) the Placing Agent will use it best endeavours to ensure that (i) the Placing will be done in such as a way that the Company will still maintain and/or meet the public float requirements under Rule 8.08 of the Listing Rules immediately after the Placing; (ii) no Placee(s) will become a substantial Shareholder (as defined in the Listing Rules) as a result of the Placing upon the Completion; and (iii) no Placee(s) shall be required to make any mandatory general offer for the Shares pursuant to Rule 26.1 of the Takeovers Code; and

- (g) by not later than 4:00 p.m. on the second business day immediately prior to Completion, the Placing Agent shall deliver to the Company or its professional advisers a list of the Placees procured by it, the number of the Placing Shares to be subscribed by each Placee (together with the duly completed placing letters and confirmations as to their independence, as required by the Stock Exchange, to the Company and the Stock Exchange as soon as practicable and as and when known), the names and denomination (in board lots or otherwise) in which the Placing Shares are to be registered and, where relevant, the particulars of the account with the CCASS operated by Hong Kong Securities Clearing Company Limited to which Placing Shares are to be credited.

A. Placing Agent for the Placing

As the Placing Agent, the major areas of our involvement would be as follows:-

- to place on a best effort basis, a maximum of 50,000,000 Placing Shares to independent professional, institutional or individual investors; and
- to assist the Company in coordinating and liaising with such investors in relation to the Placing.

B. Proposed remuneration in relation to the Placing

With respect to the services outlined above, we would propose the following fee structure:

(i) The Placing

Upon Completion, a placing commission of 1% of the aggregate amount equal to the Placing Price multiplied by the actual number of the Placing Shares being placed is payable to the Placing Agent. For this purpose, the Placing Agent is authorised to deduct the full amount of such placing commission for the Placing and all reasonable costs and expenses (as set out under this clause and "Expenses" below) from the amount of any placing moneys paid by such investor(s).

(ii) Documentation fee

A documentation fee of HK\$20,000 in respect of, amongst other things, preparing the documentation in relation of the Placing, and all costs and expenses reasonably incurred in connection with or arising out of the Placing, including without limitation, travelling, printing, postage and telecommunications costs, payable to Kingston Corporate Finance Limited.

(iii) Expenses

Upon Completion, Placing Agent will deduct all costs and expenses reasonably incurred in connection with or arising out of the Placing, including without limitation, travelling, printing, postage and telecommunications costs from the proceeds of the Placing. In addition, all fees and expenses of other professional advisers involved in the Placing will be for the Company's account.

C. Conditions of the Placing

(i) Completion of the Placing is conditional upon:-

- (a) the duly passing of the resolution(s) at the SGM by the Shareholders in relation to (1) the Capital Reorganisation; (2) this Placing Agreement and the Specific Mandate

for the allotment and issue of the Placing Shares in accordance with the terms and conditions herein;

- (b) the Capital Reorganisation becoming effective;
 - (c) the Listing Committee of the Stock Exchange granting or agreeing to grant the listing of, and permission to deal in the New Shares;
 - (d) the Listing Committee of the Stock Exchange granting or agreeing to grant the listing of, and permission to deal in the Placing Shares;
 - (e) the compliance with the relevant procedures and requirements under the applicable laws of Bermuda and the Listing Rules to effect the Capital Reorganisation;
 - (f) the Bermuda Monetary Authority having granted all, and not revoking any necessary approvals and permissions for the creation, allotment and issue of the Placing Shares, if applicable; and
 - (g) the obligations of the Placing Agent under this Placing Agreement not being terminated in accordance with the terms hereof, including provisions regarding force majeure events.
- (ii) Completion, in any event, will take place within four business days after the fulfilment of the conditions as set out in paragraph C (i) above or such other date to be agreed between the Company and the Placing Agent in writing (the “**Completion Date**”). If the above conditions are not satisfied and/or waived (other than paragraph C (i)(a) and (b) above, which cannot be waived) in whole or in part by the Placing Agent on or before 5:00 p.m. on the 30th day after the date of the SGM or such later date to be agreed between the Company and the Placing Agent in writing (the “**Long Stop Date**”), the Placing will be terminated and the Placing will not proceed and all obligations and liabilities of the parties hereunder will forthwith cease and determine and no party will have any claim against the others (save for any antecedent breaches hereof).
- (iii) The Placing Agent shall, in accordance with terms and conditions of this Placing Agreement, use its best endeavours to procure, and shall give all necessary assistance to the Company, in, the satisfaction of the above conditions on the respective dates stipulated in paragraph C (i) above.
- (iv) If the Placing does not become unconditional, the Placing Agent shall arrange for the repayment to all investor(s) of all application moneys paid by them without interest.

Upon Completion, the Placing Agent shall deliver to the Company the net proceeds from the Placing by way of a cheque or telegraphic transfer or bank transfer after deduction of the Stock Exchange trading fee, SFC transaction levy, and CCASS stock settlement fee (if any) and any other fees payable by the Company in respect of the Placing Shares undertaken by the Placing Agent as well as the fees and expenses payable by the Company as set out in paragraph B above from the proceeds of the Placing, and the Company shall deliver share certificates of the Placing Shares to the Placing Agent or arrange the Placing Shares to be issued in the name of HKSCC Nominees Limited and deposited into CCASS for the credit of the placees’ designated investor participants’ or CCASS participants’ stock accounts (as the case may be).

D. Termination of the Placing

- (i) Unless otherwise agreed between the Company and the Placing Agent, the Placing Agent’s appointment shall terminate upon the earlier of (a) Completion; (b) the Long Stop

Date if the conditions as set out in sub-paragraph C (i) above have not been satisfied (or waived as the case may be) and (c) termination of the Placing by the Placing Agent in accordance with the terms and conditions of this Placing Agreement, whereby you will be formally notified by the Placing Agent in writing in accordance with the terms of this Placing Agreement.

- (ii) The Placing Agent reserves its right to terminate this Placing Agreement by notice in writing prior to 9:00 a.m. on the Completion Date, if in the absolute opinion of the Placing Agent, the success of the Placing would be materially and adversely affected by any force majeure events (as defined below).

For this purpose, a “force majeure event” refers to

- (a) the introduction of any new laws or regulations or any change in existing laws or regulations (or the judicial interpretation thereof) or other occurrence of any nature whatsoever which may, in the absolute opinion of the Placing Agent, materially and adversely affect the business or the financial or trading position or prospects of the Company and its subsidiaries (together the “Group”) as a whole; or
 - (b) the occurrence of any local, national or international event or change (whether or not forming part of a series of events or changes occurring or continuing before and/or after the date hereof) of a political, military, financial, economic, currency (including a change in the system under which the value of the Hong Kong currency is linked to the currency of the United States of America) or other nature (whether or not sui generis with any of the foregoing), or in the nature of any local, national, international outbreak or escalation of hostilities or armed conflict, or affecting local securities market or the occurrence of any combination of circumstances which may, in the absolute opinion of the Placing Agent, materially and adversely affect the business or the financial or trading position or prospects of the Group as a whole or adversely prejudices the success of the Placing of the Shares by potential investor(s) or otherwise makes it inexpedient or inadvisable for the Company or the Placing Agent to proceed with the Placing; or
 - (c) any change in market conditions or combination of circumstances in Hong Kong (including without limitation suspension or material restriction or trading in securities) occurs which affect the success of the Placing (such success being the placing of the Shares to potential investor(s)) or otherwise in the absolute opinion of the Placing Agent makes it inexpedient or inadvisable or inappropriate for the Company or the Placing Agent to proceed with the Placing.
- (iii) If, at or prior to 9:00 a.m. on the Completion Date;
 - (a) the Company commits any material breach of or omits to observe any of the obligations or undertakings expressed or assumed under this Placing Agreement; or
 - (b) any suspension in the trading of the Shares on the Stock Exchange for more than ten consecutive trading days save for the purposes of clearing of the announcement relating to this Placing Agreement or any announcements or circulars relating to the Placing; or
 - (c) the Placing Agent shall become aware of the fact that any of the representations or warranties contained in this Placing Agreement was, when given, untrue or inaccurate or would in any respect be untrue or inaccurate if repeated the Placing Agent shall determine that any such untrue representation or warranty represents or is likely to represent a material adverse change in the financial or trading position or

prospects of the Group taken as a whole or will otherwise likely to have a material prejudicial effect on the Placing,

the Placing Agent shall be entitled (but not bound) by notice in writing to the Company to elect to treat such matter or event as releasing and discharging the Placing Agent from its obligations under this Placing Agreement.

- (iv) Upon giving of notice pursuant to the paragraph above, all obligations of the Placing Agent hereunder shall cease and determine and no party shall have any claim against any other parties in respect of any matter or thing arising out of or in connection with this Placing Agreement, save for any antecedent breaches.

PART 2 - GENERAL

A. Confidentiality

The Placing Agent confirms that all information and documents received from the Company in connection with this engagement will be regarded as strictly confidential to the Company and will be treated accordingly by the Placing Agent.

B. Representations, Warranties and Indemnities

- (i) In agreeing to the terms of this Placing Agreement, you hereby agree the followings:
 - (a) You shall be responsible for all other professional fees, printer's charges and all disbursements and out of pocket costs reasonably incurred by us in relation to the Placing which will include, but not limited to, the photocopying charges, telephone/facsimile charges, postage and delivery expenses.
 - (b) You shall provide us with all such information relating to you, any companies controlled by you and the Group as we would reasonably require for the purpose of making an informed assessment of the assets and liabilities, financial position, profits and losses and prospects of the Group or otherwise and all material facts and information which might reasonably be expected to be relevant in enabling us to fulfil our responsibilities in carrying out the terms of our engagements.
 - (c) You shall inform us in the event of any material change in the information in respect of (b) above or in the reasonable opinion of you relevant to the Placing.
 - (d) You shall accept full responsibility for the accuracy of all information and facts given by you to us in relation to the Placing and warrant that no other material information or material facts have been or will be withheld, the omission of which will make the information or facts given to us incorrect or misleading, and to notify us should such omission or inaccuracy first come to the attention of you.
 - (e) You shall provide the Placing Agent with any further information available to you, which would be of relevance to the Placing Agent in carrying out its duties in respect of the engagement. If during the course of the Placing Agent's engagement, you subsequently discover something which renders any such information untrue, unfair, inaccurate or misleading, you undertake to notify the Placing Agent at once.
 - (f) The Placing Agent may, from time to time, disclose information regarding you and each of the companies controlled by you, its directors, shareholders,

representatives and officers which may be confidential to the regulatory authorities upon their enquiries, including but not limited to the Stock Exchange and the SFC. Should such disclosure be required to be made, the Placing Agent agrees to obtain the consent from the Company or the Company's representatives prior to such disclosure.

- (g) You agree to indemnify the Placing Agent and its respective officers and employees (all such companies and persons being collectively referred to as "indemnified persons") against all actions, claims, demands, proceedings or judgements (collectively "**indemnified claims**") and all losses, liabilities, damages, costs, charges and expenses of whatever nature (including costs, charges and expenses incurred in investigating or defending any indemnified claim and in complying with any request made pursuant to sub-paragraph (ii) below) (collectively "**indemnified losses**") made against or incurred by any indemnified person directly or indirectly relating to or arising from the Placing Agent's engagement hereunder PROVIDED THAT any indemnified claims or indemnified losses suffered or incurred by any indemnified person or persons shall not extend to any claims or losses which are attributable in any way to the fraud, gross negligence or wilful default of such indemnified person or persons.
 - (h) Any indemnified person against whom an indemnified claim is made shall be entitled to defend, compromise, settle or deal with such indemnified claim as the Placing Agent may see fit after having had due regard to all reasonable requests which you may make.
 - (i) If any amount becomes payable under this indemnity, you shall pay such additional amount (if any) as is required to ensure that the net amount received by the relevant indemnified person, after all deductions and withholdings required to be made from such aggregate payment and all taxation suffered in respect of its receipt, will equal the full amount which would have been received had no such deduction or withholding been made and had no such taxation been suffered.
 - (j) The benefit of this indemnity shall survive any termination of the arrangements contained in this letter and is in addition to any rights which any indemnified person may have at common law or otherwise including, but not limited to, any right of contribution.
 - (k) The Placing Agent shall have no liability to you in connection with our engagement other than as a result of its fraud, wilful default or negligent breach of its obligations to you herein.
- (ii) Furthermore, with the exception of those arising out of or as a result of any fraud, wilful default or negligence on our part, you undertake by signing and returning to us Confirmation of Acceptance enclosed herewith that neither you, each of the companies controlled by you, its holding company, any of the subsidiary of the such company and their respective associates (the "**Member Company**") and directors of such company and/or Member Company shall make any claim against us to recover any damages, losses, costs, charges, or expenses which you may suffer arising out of the performance by us of our obligation under this Placing Agreement and shall hold us harmless on all matters arising from our engagement or in connection herewith.

C. Applicable Law and Jurisdiction and Miscellaneous

- (i) You warrant that you shall have the legal rights, full power and authority to execute, deliver and exercise your rights and perform your obligations under this Placing

Agreement. This Placing Agreement constitutes a valid and binding agreement amongst the parties enforceable in accordance with the terms and conditions. This Placing Agreement shall be governed by and construed in accordance with the laws of the Hong Kong Special Administrative Region and the parties hereby irrevocably submit to the non-exclusive jurisdiction of the courts of the Hong Kong Special Administrative Region.

- (ii) The Placing Agent hereby warrants and represents to the Company that it is a deemed licensed corporation under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “SFO”) and an independent third party not connected with the directors, chief executive, substantial shareholder(s) of the Company or its subsidiaries or any of their respective associates (as defined in the Listing Rules).
- (iii) In relation to our appointment, the Placing Agent will not provide any advice on matters relating to the Listing Rules, the Takeovers Code, the SFO and the applicable law and/or the Companies Ordinance of Hong Kong. In addition, the Placing Agent will not be responsible for providing any specialist or technical advice which you would need to obtain from other advisers (such as on accounting, legal and regulatory issues).
- (iv) By signing the attached Confirmation of Acceptance, the signatory confirms that the Company’s entry into this Placing Agreement will not cause any breach of the Listing Rules and the Takeovers Code by the Placing Agent in any regards.

If you wish to accept this Placing Agreement subject to the terms and conditions set out above, please duly complete and sign the attached confirmation of acceptance and return duplicate of this Placing Agreement to Kingston Securities Limited by fax to Mr. James Lee at 2298-6228 on or before 6:30 p.m. on 29 May 2023 (or at such other time as both parties may determine) and by hand to Kingston Securities Limited, 72/F, The Center, 99 Queen's Road Central, Central, Hong Kong.

Yours faithfully,
For and on behalf of
Kingston Securities Limited



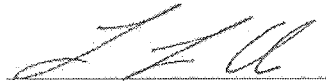
Authorised Signature
Name: CHAN Ka Ho
Date: 29 May 2023

To : Kingston Securities Limited

Confirmation of Acceptance

We confirm our acceptance of the terms and conditions of the agreement as set out in your letter dated 29 May 2023 of which this confirmation forms part.

For and on behalf of
Eminence Enterprise Limited



Authorised Signature:

Name: LAI Law Kau

Date: 29 May 2023