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AUX INTERNATIONAL HOLDINGS LIMITED
奧克斯國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2080)

**CONTINUING CONNECTED TRANSACTIONS:
NEW FRAMEWORK AGREEMENTS
FOR PROVISION OF PROPERTY MANAGEMENT SERVICES**

Given the recent business development of Ningbo AUX Real Estate and in particular its plan to invest in industrial park development projects, Ningbo AUX Property, an indirect wholly-owned subsidiary of the Company, as supplier (for itself and as trustee for the benefit of its subsidiaries from time to time) entered into 2021 Framework Agreement I with Ningbo AUX Real Estate as customer (for itself and as trustee for the benefit of its subsidiaries from time to time), such that Ningbo AUX Property could provide sales office management services and unsold industrial park units property management services in respect of the industrial park development projects of Ningbo AUX Real Estate and/or its subsidiaries from time to time from 1 October 2021 onwards until 31 December 2023.

In addition, with the recent change in business strategy of Ningbo AUX Electric and in particular its decision to retain the industrial park units to generate rental income, Ningbo AUX Property as supplier (for itself and as trustee for the benefit of its subsidiaries from time to time) entered into 2021 Framework Agreement II with Ningbo AUX Electric as customer (for itself and as trustee for the benefit of its subsidiaries from time to time), such that Ningbo AUX Property could provide preliminary property management services and unlet industrial park units property management services in respect of an industrial park owned by Ningbo AUX Electric and/or its subsidiaries from time to time from 1 October 2021 onwards until 31 December 2023.

The Group estimates that the aggregate amount of fees which may be charged by Ningbo AUX Property for the property management services to be provided pursuant to the 2021 Framework Agreements for the three years ending 31 December 2021 (from 1 October 2021 onwards), 2022 and 2023 shall not exceed RMB0.8 million, RMB4.1 million and RMB5.7 million (under 2021 Framework Agreement I) and RMB2.1 million, RMB2.3 million and RMB2.3 million (under 2021 Framework Agreement II) respectively.

To the best of the knowledge of the Directors, as at the date of this announcement, (i) Ningbo AUX Real Estate was indirectly held as to 85.00% by Mr. Zheng Jian Jiang; (ii) Ningbo AUX Electric was in aggregate controlled as to approximately 92.08% by Mr. Zheng Jian Jiang; and (iii) Mr. Zheng Jian Jiang indirectly held approximately 58.66% of the issued Shares. Accordingly, each of Ningbo AUX Real Estate and Ningbo AUX Electric is an associate (being a 30%-controlled company) of Mr. Zheng Jian Jiang, a controlling shareholder of the Company, and hence a connected person of the Company. Therefore, the transactions contemplated under the 2021 Framework Agreements constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules.

As one or more of the applicable percentage ratios in respect of the continuing connected transactions contemplated under the 2021 Framework Agreements (on an aggregate basis) are more than 0.1% but less than 5% (based on the largest aggregate annual cap during the term of the 2021 Framework Agreements), such transactions are subject to the announcement, annual review and reporting requirements but exempt from the circular (including independent financial advice) and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

BACKGROUND

Given the recent business development of Ningbo AUX Real Estate and in particular its plan to invest in industrial park development projects, Ningbo AUX Property, an indirect wholly-owned subsidiary of the Company, as supplier (for itself and as trustee for the benefit of its subsidiaries from time to time) entered into 2021 Framework Agreement I with Ningbo AUX Real Estate as customer (for itself and as trustee for the benefit of its subsidiaries from time to time), such that Ningbo AUX Property could provide sales office management services and unsold industrial park units property management services in respect of the industrial park development projects of Ningbo AUX Real Estate and/or its subsidiaries from time to time from 1 October 2021 onwards until 31 December 2023.

In addition, with the recent change in business strategy of Ningbo AUX Electric and in particular its decision to retain the industrial park units to generate rental income, Ningbo AUX Property as supplier (for itself and as trustee for the benefit of its subsidiaries from time to time) entered into 2021 Framework Agreement II with Ningbo AUX Electric as customer (for itself and as trustee for the benefit of its subsidiaries from time to time), such that Ningbo AUX Property could provide preliminary property management services and

unlet industrial park units property management services in respect of an industrial park owned by Ningbo AUX Electric and/or its subsidiaries from time to time from 1 October 2021 onwards until 31 December 2023.

THE 2021 FRAMEWORK AGREEMENTS

2021 Framework Agreement I

A summary of the principal terms of 2021 Framework Agreement I is as follows:

Date:	30 September
Parties:	(1) Ningbo AUX Property (for itself and as trustee for the benefit of its subsidiaries from time to time) (2) Ningbo AUX Real Estate (for itself and as trustee for the benefit of its subsidiaries from time to time)
Term of the agreement:	2021 Framework Agreement I shall be effective from 1 October 2021 until 31 December 2023.
Types of services to be provided, pricing policy and payment arrangement:	Ningbo AUX Property and its subsidiaries shall be commissioned to provide sales office management services and unsold industrial park units property management services in respect of the industrial park development projects of Ningbo AUX Real Estate and/or its subsidiaries from time to time under 2021 Framework Agreement I. The types of services and their respective pricing policy and payment arrangement are summarised below.

a. Sales offices management services

Types of services to be provided:	Cleaning, security and customer services at the sales offices and showrooms of the industrial park development projects of Ningbo AUX Real Estate and/or its subsidiaries from time to time
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Pricing policy: The service fees will be determined and charged based on the actual costs relating to provision of management services plus a rate of management fee to be agreed under the specific service agreements for the industrial park development projects (which shall in any event be not less than 10%, being the minimum rate generally charged by other independent service providers in the market, and shall be on terms not more favourable to Ningbo AUX Real Estate and/or its subsidiaries than those offered by Ningbo AUX Property and its subsidiaries to independent third parties for comparable services). The Group will also take into account the then prevailing market price, and the historical and anticipated property management costs, including labour costs and material costs.

Payment arrangement: Payment shall be made monthly pursuant to the relevant terms of the specific service agreements to be entered into.

b. Unsold industrial park units property management services

Types of services to be provided: Maintenance, cleaning and security services in respect of unsold industrial park units of the industrial park development projects of Ningbo AUX Real Estate and/or its subsidiaries.

Pricing policy: The service fees will be agreed with the property developer and shall be based on the prevailing rates of management fees charged by Ningbo AUX Property and its subsidiaries in respect of sold industrial park units of independent third parties, and are expected to range from RMB1.4 to RMB1.8 per square metre per month depending on the respective location and nature of the properties (for example different rates are charged in respect of single-level units, multi-level units without elevator and multi-level units with elevator), subject to such adjustment as shall be made according to the prevailing market rates, and shall be on terms not more favourable to Ningbo AUX Real Estate and/or its subsidiaries than those offered by Ningbo AUX Property and its subsidiaries to independent third parties for comparable services. Such expected rates of management fees have been adopted by the Group based on the prevailing market rates at which comparable services are provided by Ningbo AUX Property and its subsidiaries.

Payment arrangement: Payment shall be made monthly pursuant to the relevant terms of the specific service agreements to be entered into.

Specific service agreements: Ningbo AUX Property and/or its subsidiaries and Ningbo AUX Real Estate and/or its subsidiaries will enter into, from time to time and as and when necessary, specific service agreements which shall set out the specific terms and conditions in respect of the services to be provided, including the service fees agreed and the pricing basis.

Any such service agreement shall be within the ambit of 2021 Framework Agreement I and shall not contravene the provisions of 2021 Framework Agreement I; in case of any inconsistency, the provisions of 2021 Framework Agreement I shall prevail.

Annual caps of transactions contemplated under 2021 Framework Agreement I

Proposed annual caps

The proposed annual caps for the transactions contemplated under 2021 Framework Agreement I for the 27 months ending 31 December 2023 are as follows:

	For the year ending 31 December 2021 (from 1 October 2021 onwards) RMB in million	For the year ending 31 December 2022 RMB in million	For the year ending 31 December 2023 RMB in million
Annual cap	0.8	4.1	5.7

Basis of determination of the annual caps

The proposed annual caps for the transactions contemplated under 2021 Framework Agreement I are determined with reference to:

- (i) the size of vacant industrial park properties acquired by Ningbo AUX Real Estate and its subsidiaries which may require the property management services of Ningbo AUX Property and its subsidiaries as at 31 August 2021 as follows:

	Size of vacant industrial park properties (square metres)
As at 31 August 2021	37,037

;

- (ii) the expected demand of Ningbo AUX Real Estate and its subsidiaries for unsold industrial park units property management services for the three months ending 31 December 2021 and each of the two years ending 31 December 2022 and 2023 with reference to the vacant industrial park facilities owned by them. It is estimated that the size of vacant industrial park properties owned by Ningbo AUX Real Estate and its subsidiaries in respect of which unsold industrial park units property management services will be required to be provided by Ningbo AUX Property and its subsidiaries for the three months ending 31 December 2021 and each of the two years ending 31 December 2022 and 2023 will be as follows:

	Size of vacant industrial park properties (square metres)
Three months ending 31 December 2021	37,037
Year ending 31 December 2022	66,466
Year ending 31 December 2023	103,873

The annual cap is jointly determined by the Directors and Ningbo AUX Real Estate taking into account the expected demand for property management services of Ningbo AUX Real Estate and its subsidiaries based on the expected size of their vacant industrial park properties and scale of operation, and the current estimate of the average rate of monthly management fee for vacant industrial park properties ranging from RMB1.4 to RMB1.8 per square meter; and

- (iii) the expected demand of Ningbo AUX Real Estate and its subsidiaries for sales offices management services for the three months ending 31 December 2021 and the two years ending 31 December 2022 and 2023 with reference to the timetable of future industrial park development projects of Ningbo AUX Real Estate and its subsidiaries. It is currently expected that, among the existing industrial park development projects, Ningbo AUX Real Estate will complete the sale of 1, 3 and 4 new industrial park development projects in the three months ending 31 December 2021 and the two years ending 31 December 2022 and 2023 respectively, and accordingly approximately 27, 32 and 41 workers in average with the average monthly wage per person of approximately RMB7,000 will be required to be sent by Ningbo AUX Real Estate and its subsidiaries.

2021 Framework Agreement II

A summary of the principal terms of 2021 Framework Agreement II is as follows:

Date:	30 September
Parties:	(1) Ningbo AUX Property (for itself and as trustee for the benefit of its subsidiaries from time to time) (2) Ningbo AUX Electric (for itself and as trustee for the benefit of its subsidiaries from time to time)
Term of the agreement:	2021 Framework Agreement II shall be effective from 1 October 2021 until 31 December 2023.
Types of services to be provided, pricing policy and payment arrangement:	Ningbo AUX Property and its subsidiaries shall be commissioned to provide preliminary property management services and unlet industrial park units property management services in respect of an industrial park owned by Ningbo AUX Electric and/or its subsidiaries from time to time, with the types of services and their respective pricing policy and payment arrangement as summarised below.

a. Preliminary property management services

Types of services to be provided: Management and maintenance services in respect of the properties and facilities of an industrial park of Ningbo AUX Electric and/or its subsidiaries before letting

Pricing policy: Where the industrial park development project is to be undertaken in tier-2 cities in the PRC similar to Ningbo, considering the fact that these cities are also tier-2 cities in the PRC similar to Ningbo in terms of size and nature of property development projects, in the absence of any pricing requirements prescribed from time to time by the local government, the service fees will be determined based on the service fees charged for services provided in Ningbo as prescribed under the applicable laws and regulations in Ningbo. Except for Ningbo, the prevailing markets prices in the cities where the relevant industrial park development project may be undertaken are currently not prescribed by the local governments.

The Group will also take into account the expected operational costs and the anticipated increase in such costs over the agreement term when it decides to enter into specific service agreements for the industrial park development project.

Payment term: Payment shall be made monthly pursuant to the terms of the specific service agreements to be entered into.

b. Unlet industrial park units property management services

Types of services to be provided: Maintenance, cleaning and security services in respect of unlet industrial park units of an industrial park own by Ningbo AUX Electric and/or its subsidiaries

Pricing policy: The service fees will be agreed with the owner and shall be based on the prevailing rates of management fees charged by Ningbo AUX Property and its subsidiaries in respect of leased industrial park units of independent third parties, and are expected to range from RMB0.5 to RMB1.2 per square metre per month depending on the respective location and nature of the properties (for example different rates are charged in respect of single-level units and multi-level units), subject to such adjustment as shall be made according to the prevailing market rates, and shall be on terms not more favourable to Ningbo AUX Electric and/or its subsidiaries than those offered by Ningbo AUX Property and its subsidiaries to independent third parties for comparable services. Such rates of management fees have been adopted by the Group based on the prevailing market rates at which comparable services are provided by Ningbo AUX Property and its subsidiaries .

Payment arrangement: Payment shall be made monthly pursuant to the relevant terms of the specific service agreements to be entered into.

Specific service agreements: Ningbo AUX Property and/or its subsidiaries and Ningbo AUX Electric and/or its subsidiaries will enter into, from time to time and as and when necessary, specific service agreements which shall set out the specific terms and conditions in respect of the services to be provided, including the service fees agreed and the pricing basis.

Any such service agreement shall be within the ambit of 2021 Framework Agreement II and shall not contravene the provisions of 2021 Framework Agreement II; in case of any inconsistency, the provisions of 2021 Framework Agreement II shall prevail.

Proposed annual caps

The proposed annual caps for the transactions contemplated under 2021 Framework Agreement II for the three months ending 31 December 2021 and the two years ending 31 December 2023 are as follows:

	For the year ending 31 December 2021 (from 1 October 2021 onwards) <i>RMB in million</i>	For the year ending 31 December 2022 <i>RMB in million</i>	For the year ending 31 December 2023 <i>RMB in million</i>
Annual cap	2.1	2.3	2.3

The proposed annual caps for the transactions contemplated under 2021 Framework Agreement II are determined with reference to:

- (i) the historical size of vacant industrial park properties owned by Ningbo AUX Electric and/or its subsidiaries which may require the property management services of Ningbo AUX Property and its subsidiaries as at 31 August 2021 as follows:

	Size of vacant industrial park properties (square meters)
As at 31 August 2021	202,000

;

- (ii) the expected demand of Ningbo AUX Electric and/or its subsidiaries for property management services for the three months ending 31 December 2021 and the two years ending 31 December 2022 and 2023 with reference to the vacant industrial park properties owned by them. It is estimated that the size of the vacant industrial park properties owned by Ningbo AUX Electric and its subsidiaries in respect of which property management services will be required to be provided by Ningbo AUX Property and its subsidiaries for the three months ending 31 December 2021 and each of the two years ending 31 December 2022 and 2023 will be as follows:

	Size of vacant industrial park properties (square meters)
Three months ending 31 December 2021	202,000
Year ending 31 December 2022	189,884
Year ending 31 December 2023	154,750

The annual cap is jointly determined by the Directors and Ningbo AUX Electric taking into account the expected demand for property management services of Ningbo AUX Electric and its subsidiaries based on the current size of their vacant industrial park properties and scale of operation and the current estimate of the average rate of monthly management fee for industrial park properties ranging from RMB0.5 to RMB1.2 per square meter; and

- (iii) other factors such as getting involve at the preliminary stage of the project management and putting together the working teams for three months ending 31 December 2021.

Reasons for and benefits of the 2021 Framework Agreements

The Group currently owns Zentral, a club in Central (“**Zentral Club**”), and two restaurant and bar outlets across Causeway Bay and Mongkok under the brand of Mini Club, collectively as the “Lifestyle Entertainment Segment”.

While the performance of the Lifestyle Entertainment Segment in the year ended 31 March 2021 was negatively affected by the COVID-19 outbreak, the Group’s revenue and cash flow remained relatively stable with the support of consistent contribution from its property management business segment.

However, with the COVID-19 outbreak remaining ongoing in the third quarter of 2021, the management expects the COVID-19 outbreak will continue to impose great uncertainty on the operating environment of the Lifestyle Entertainment Segment. Clouded by such uncertainty, it is vital that the Group maintains stable and sustainable revenue and cash flow from its property management business segment. The management expects the property management segment will not only provide strong support for the Group’s performance but also minimise any significant fluctuation in the overall revenue and cash flow of the Group.

Ningbo AUX Real Estate, as an established business partner of Ningbo AUX Property, has been a well known property developer in Yangtze River Delta Economic Zones. As at the date of this announcement, Ningbo AUX Real Estate has a land bank of approximately 1.34 million sq.m.

Ningbo AUX Electric is a subsidiary of AUX Group, a well-known conglomerate with business in manufacturing of electrical equipment and household appliances, health care and financial investment. Ningbo AUX Electric is principally engaged in manufacturing of electrical equipment and household appliances. As at the date of this announcement, Ningbo AUX Electric owns six industrial parks in Nanchang, Ningbo, Tianjin, Maanshan and Thailand.

Hence, the Directors are of the view that the entering into of the 2021 Framework Agreements will provide Ningbo AUX Property and its subsidiaries and the Group as a whole with access to a stable demand for the Group’s property management business

segment. The Directors believe that the entering into of the 2021 Framework Agreements will further solidify its business in provision of industrial park property management services and help to reduce the impact on the financial performance of the Group while the Lifestyle Entertainment Segment is still susceptible to the impact of COVID-19 outbreak, and thus ensure the Group will have sufficient financial resources to achieve healthy and sustainable development of both its Lifestyle Entertainment Segment and property management business segment, and contribute to the business growth of the Group as a whole in the long run.

Except for Mr. Zheng Jiang, the chairman of the Board and an executive Director who is the brother of Mr. Zheng Jian Jiang and holds equity interests in the counterparties of the 2021 Framework Agreements, none of the Directors has or is deemed to have any material interest in the 2021 Framework Agreements and the transactions contemplated thereunder (including their respective proposed annual caps). Mr. Zheng Jiang has abstained from voting on the relevant resolutions at the board meeting.

The terms and conditions of the 2021 Framework Agreements were negotiated between the parties thereto on an arm's length basis. The Directors (including the independent non-executive Directors) are of the view that the terms and conditions of the 2021 Framework Agreements (including the pricing mechanism and procedures) and the continuing connected transactions contemplated thereunder (including their respective proposed annual caps) are fair and reasonable and in the interests of the Shareholders as a whole, and such continuing connected transactions are on normal commercial terms, in the ordinary and usual course of business of the Group and in the interest of the Company and the Shareholders as a whole.

MEASURES OF INTERNAL CONTROL

The Company has implemented the following internal control measures for monitoring the pricing and terms of the transactions contemplated under the 2021 Framework Agreements and for ensuring that the transactions conducted under such agreements will be entered into based on normal commercial terms:

- (1) prior to entering into the specific service agreements under the 2021 Framework Agreements, the legal department, the financial department and the operation department of the Group are responsible for the negotiation of the contractual terms with reference to the prevailing level of property management fees charged for comparable services for comparable properties (where references will be made (where applicable) to the property management fees charged by Ningbo AUX Property and its subsidiaries to independent third parties for comparable services for comparable properties and the other relevant contract terms in respect thereof, and (where practicable) by way of performing research on the recent prices charged by at least two independent service providers in the area(s) in proximity to the new projects by referring to the properties located in the same or nearby streets/complexes, similar-sized properties and services prices charged on those properties, etc., and a report on the above will be prepared afterwards), and/or (where applicable) pricing requirement(s) prescribed by the relevant local regulation(s) and guidance price(s) stipulated by local authority(ies), to ensure that the management fees charged by Ningbo AUX Property and/or its subsidiaries and the terms of the specific service agreements are in conformity with the 2021 Framework Agreements and on normal commercial terms that are no less favourable to the Group than those available to independent third party customers or as compared with the market norm (as reflected by the terms offered by other service providers in the market). The financial department is responsible for the final approval of the terms of the specific service agreements under the 2021 Framework Agreements;
- (2) upon execution of the specific service agreements under the 2021 Framework Agreements, the legal department of the Group is responsible for continuously monitoring and checking on a monthly basis as to whether there has been any amendment to the relevant laws and regulations on property management prices, in order to ensure that the price(s) charged by Ningbo AUX Property and its subsidiaries remain consistent with the requirements under the relevant laws and regulations; and
- (3) throughout the term of the 2021 Framework Agreements, the operation department and the financial department of the Group are responsible for monitoring the implementation of the specific service agreements under the 2021 Framework Agreements to ensure that the terms, including the fees charged under the agreements, are strictly adhered to by the parties to the agreements. Any deviation from the contract terms thereof should be reported to the management of the Group for further

actions. In addition, the management of the Group will perform spot checks on the implementation of the 2021 Framework Agreements to ensure compliance with the contract terms as and when necessary.

In addition to the above, the Group will also adopt the following internal control measures in respect of the continuing connected transactions contemplated under the 2021 Framework Agreements:

- (i) dedicated personnel of Ningbo AUX Property will be responsible for regular monitoring of the continuing connected transactions under the 2021 Framework Agreements to ensure that the relevant annual caps will not be exceeded;
- (ii) internal review will be conducted by the Group to assess, on a periodic basis, whether the property management services have been provided by Ningbo AUX Property and/or its subsidiaries to Ningbo AUX Real Estate and Ningbo AUX Electric and/or their subsidiaries from time to time in accordance with the terms of the 2021 Framework Agreements respectively. In particular, the financial department and the audit department of the Company will be responsible for
 - (i) collecting detailed information of the continuing connected transactions (including but not limited to the pricing terms, payment arrangements and actual transaction amount under each of the specific service agreements) on a regular basis;
 - (ii) monitoring whether the transaction terms and pricing and other terms under each of the specific service agreements are consistent with the principles established under the 2021 Framework Agreements in respect of the continuing connected transactions;
 - (iii) conducting continuous evaluation on the fairness of the transaction terms and the pricing terms; and
 - (iv) reporting relevant information to the Board in a timely manner;
- (iii) the Company will engage its auditors to conduct an annual review of the continuing connected transactions conducted pursuant to the 2021 Framework Agreements and confirm whether such transactions are entered into, in all material respects, in accordance with the pricing policies and other terms set out in the 2021 Framework Agreements and have exceeded the relevant annual caps; and
- (iv) the independent non-executive Directors will review the continuing connected transactions to be entered into pursuant to the 2021 Framework Agreements on an annual basis and confirm in the annual reports of the Company for the years ending 31 March 2022, 2023 and 2024 whether such continuing connected transactions have been entered into in the ordinary and usual course of business of the Group, on normal

commercial terms or better, and in accordance with the 2021 Framework Agreements on terms that are fair and reasonable and in the interests of the Shareholders as a whole.

The Directors consider that the above internal control measures can ensure that the transactions contemplated under the 2021 Framework Agreements will be conducted on normal and commercial terms and not prejudicial to the interests of the Group and the Shareholders.

IMPLICATIONS UNDER THE LISTING RULES

To the best of the knowledge of the Directors, as at the date of this announcement, (i) Ningbo AUX Real Estate was indirectly held as to 85.00% by Mr. Zheng Jian Jiang; (ii) Ningbo AUX Electric was in aggregate controlled as to approximately 92.08% by Mr. Zheng Jian Jiang; and (iii) Mr. Zheng Jian Jiang indirectly held approximately 58.66% of the issued Shares. Accordingly, each of Ningbo AUX Real Estate and Ningbo AUX Electric is an associate (being a 30%-controlled company) of Mr. Zheng Jian Jiang, a controlling shareholder of the Company, and hence a connected person of the Company. Therefore, the transactions contemplated under the 2021 Framework Agreements constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules.

As one or more of the applicable percentage ratios in respect of the continuing connected transactions contemplated under the 2021 Framework Agreements (on an aggregate basis) are more than 0.1% but less than 5% (based on the largest aggregate annual cap during the term of the 2021 Framework Agreements), such transactions are subject to the announcement, annual review and reporting requirements but exempt from the circular (including independent financial advice) and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

GENERAL

The Company is an investment holding company. The principal business activities of its principal operating subsidiaries include operation of clubbing business and restaurant and bar outlets in Hong Kong and provision of property management services in the PRC.

Ningbo AUX Real Estate

Ningbo AUX Real Estate is principally engaged in property development for residential and commercial properties in the PRC. As at the date of this announcement, Ningbo AUX Real Estate was indirectly held as to 85.00% by Mr. Zheng Jian Jiang.

Ningbo AUX Electric

Ningbo AUX Electric is principally engaged in manufacturing of electrical equipment and household appliances. As at the date of this announcement, Ningbo AUX Electric was in aggregate controlled as to approximately 92.08% by Mr. Zheng Jian Jiang, including direct interests of 25%.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms shall have the following meanings:

“2021 Framework Agreements”	collectively, 2021 Framework Agreement I and 2021 Framework Agreement II
“2021 Framework Agreement I”	the framework service agreement entered into between Ningbo AUX Property (for itself and as trustee for the benefit of its subsidiaries from time to time) as supplier and AUX Real Estate (for itself and as trustee for the benefit of its subsidiaries from time to time) as customer on 30 September 2021 for the provision by Ningbo AUX Property and its subsidiaries of sales office management services and unsold industrial park units property management services in respect of the industrial park development projects of Ningbo AUX Real Estate and/or its subsidiaries from time to time, which shall be effective for a term commencing on 1 October 2021 and ending on 31 December 2023
“2021 Framework Agreement II”	the property management services framework agreement entered into between Ningbo AUX Property (for itself and as trustee for the benefit of its subsidiaries from time to time) as supplier and Ningbo AUX Electric (for itself and as trustee for the benefit of its subsidiaries from time to time) as customer on 30 September 2021 for the provision by Ningbo AUX Property and its subsidiaries of preliminary property management services and unlet industrial park units property management services in respect of an industrial park owned by Ningbo AUX Electric and/or its subsidiaries from time to time, which shall be effective for a term commencing on 1 October 2021 and ending on 31 December 2023
“30%-controlled company”	has the meaning ascribed to it under the Listing Rules

“associate”	has the meaning ascribed to it under the Listing Rules
“AUX Group”	奧克斯集團有限公司 (AUX Group Company Limited*), a limited liability company established in the PRC
“AUX International Holdings Limited” or “Company”	a company incorporated in the Cayman Islands with limited liability, the issued Shares of which are listed on the Main Board of the Stock Exchange
“Board”	the board of Directors
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“continuing connected transaction(s)”	has the meaning ascribed to it under the Listing Rules
“controlling shareholder(s)”	has the meaning ascribed to it under the Listing Rules
“Director(s)”	the director(s) of the Company
“Group”	collectively, the Company and its subsidiaries
“HK\$”	Hong Kong Dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“independent third party(ies)”	person(s) or company(ies) which is/are not connected person(s) of the Company
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Ningbo AUX Electric”	寧波奧克斯電氣股份有限公司 (Ningbo AUX Electric Co., Ltd*), a joint stock limited liability company established in the PRC
“Ningbo AUX Property”	寧波奧克斯物業服務有限公司 (Ningbo AUX Property Management Service Co., Ltd.*), a limited liability company established in the PRC and an indirect wholly-owned subsidiary of the Company
“Ningbo AUX Real Estate”	寧波奧克斯置業有限公司 (Ningbo AUX Real Estate Co., Ltd*), a limited liability company established in the PRC

“PRC”	the People’s Republic of China, which for the purpose of this announcement, excludes Hong Kong, the Macao Special Administrative Region of the People’s Republic of China and Taiwan
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	ordinary share(s) of a nominal value of HK\$0.01 each in the share capital of the Company
“Shareholder(s)”	holder(s) of Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent.

By order of the Board
AUX International Holdings Limited
Zheng Jiang
Chairman

Hong Kong, 30 September 2021

As at the date of this announcement, the executive Directors are Mr. Zheng Jiang, Mr. Chan Hon Ki, Mr. Liang Songluan and Ms. Shen Guoying, and the independent non-executive Directors are Mr. Poon Chiu Kwok, Mr. Bau Siu Fung and Ms. Lou Aidong.

* *The English translations of the Chinese names of the companies established in the PRC are included for identification purpose only.*