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Jun Yang Financial Holdings Limited
君陽金融控股有限公司

(to be renamed as Power Financial Group Limited 權威金融集團有限公司)

(Incorporated in Bermuda with limited liability)

(Stock code: 397)

**FURTHER INFORMATION IN RELATION TO
THE FINAL RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 DECEMBER 2017**

Reference is made to the final results announcement (“**Results Announcement**”) of Jun Yang Financial Holdings Limited (to be renamed as Power Financial Group Limited) (“**Company**”, together with its subsidiaries, the “**Group**”) for the year ended 31 December 2017 (“**Year**”). Unless the context otherwise specified, capitalised terms used in this announcement shall have the same meanings as those defined in the Results Announcement.

The Directors would like to provide additional information on the Group's significant investments under held-for-trading investments and available-for-sale investments as at 31 December 2017 (in particular, certain comparative figures of such significant investments as at 31 December 2016) as follows:

HELD-FOR-TRADING INVESTMENTS

Description of investments	Brief description of the business	Market value of investments as at 31 December		Number of shares held as at 31 December		Percentage of shareholding in the investee as at 31 December 2017	Percentage of the Group's net assets as at 31 December 2017	Dividends received during the Year	Realised gain/(loss) during the Year	Unrealised gain/(loss) during the Year
		2016 (HK\$'000)	2017 (HK\$'000)	2016 ('000)	2017 ('000)					
Significant investments										
Town Health	Healthcare business									
International Medical Group Limited ("Town Health") (stock code: 3886)	investments; provision and management of medical, dental and other healthcare related services; investments and trading in properties and securities	774,703	318,960	619,762	674,762	8.97%	15.84%	1,889	-	(521,743)
Kingston Financial Group Limited ("Kingston") (stock code: 1031)	Financial services including securities brokerage, underwriting and placements, margin and initial public offering financing, corporate finance advisory, futures brokerage and asset management services	98,162	219,765	29,302	29,302	0.22%	10.91%	733	-	121,603
Other investments										
Other listed shares in Hong Kong*										
(i) First Credit Finance Group Limited ("First Credit") (stock code: 8215)	Money lending and securities trading	162,750	-	350,000	-	-	-	700	(128,886)	-
(ii) Convoy Global Holdings Limited ("Convoy") (stock code: 1019)	Independent financial advisory business, money lending business, proprietary investment business, asset management business, corporate finance business and securities dealing business	342,755	-	1,483,788	-	-	-	-	(52,870)	-

Description of investments	Brief description of the business	Market value of investments as at 31 December		Number of shares held as at 31 December		Percentage of shareholding in the investee as at 31 December 2017	Percentage of the Group's net assets as at 31 December 2017	Dividends received during the Year (HK\$'000)	Realised gain/(loss) during the Year (HK\$'000)	Unrealised gain/(loss) during the Year (HK\$'000)
		2016 (HK\$'000)	2017 (HK\$'000)	2016 ('000)	2017 ('000)					
(iii) AMCO United Holding Limited ("AMCO") (stock code: 630)	Manufacture and sale of medical devices products; manufacture and sale of plastic moulding products; provision of construction services in building construction, building maintenance and improvement works, project management, renovation and decoration works; provision of money lending; and investment in securities	47,247	-	80,080	-	-	-	-	(41,022)	-
(iv) LEAP Holdings Group Limited ("LEAP") (stock code: 1499)	Foundation works and ancillary services; construction wastes handling; investments in securities; and money lending business	67,954	-	130,680	-	-	-	-	(35,267)	-
(v) Others		398,499	178,567					2,383	(73,539)	(52,753)
Listed shares outside Hong Kong		14,111	36,540					48	15,083	3,659
Unlisted investment funds		10,745	11,901					34	399	1,544
Grand total for the held-for-trading investments		1,916,926	765,733					5,787	(316,102)	(447,690)

* Other listed shares in Hong Kong mainly represented the Group's investments in over 17 companies whose shares are listed on the Main Board and GEM of the Stock Exchange. Each of the investments in the other listed shares (both in and outside Hong Kong) has a carrying amount that accounted for not more than 5% of the Group's audited total assets as at 31 December 2017.

The fair value changes of held-for-trading investments during the Year of approximately HK\$764 million mainly comprised unrealised loss of approximately HK\$522 million on shares of Town Health. The unrealised loss is attributable to the decrease in the share price of Town Health from the closing price of HK\$1.25 (as at 31 December 2016) to HK\$0.69 (the share price on the date of the suspension of trading of shares of Town Health) and fair value change made with reference to the share price of HK\$0.4727 (as at 31 December 2017) assessed by an independent professional valuer using the index return method, which adjusts

the last traded price of the shares of Town Health by the return of a synthetic index that comprises guideline public companies in the period since the suspension date with discount of liquidity. The basis and key assumptions adopted during valuation include choosing 6 comparable listed companies which are listed on the Stock Exchange, actively traded on the market and in the healthcare sector and healthcare facilities and services industry, and have similar operations with Town Health by comparing the overall business and revenue stream. Such loss is partially offset by the unrealised gain of approximately HK\$122 million on shares of Kingston, the share price of which increased from HK\$3.35 (as at 31 December 2016) to HK\$7.5 (as at 31 December 2017).

The realised losses on disposal of shares of First Credit, Convoy, AMCO and LEAP during the Year were approximately HK\$129 million, HK\$53 million, HK\$41 million and HK\$35 million respectively. In the financial year ended 31 December 2016, the Group disposed of 9,920,000 shares of AMCO and recognised a realised gain of approximately HK\$3 million, and did not dispose of any shares of First Credit, Convoy and LEAP.

AVAILABLE-FOR-SALE INVESTMENTS

Description of investments	Brief description of the business	Market value of investments as at		Number of shares held as at 31 December		Percentage of shareholding in the investee as at	Percentage of the Group's net assets as at	Dividends received during the Year (HK\$'000)	Fund returns received during the Year (HK\$'000)	Gain on disposal during the Year (HK'000)	Impairment loss recognised during the Year (HK'000)
		31 December 2016 (HK\$'000)	2017 (HK'000)	2016 ('000)	2017 ('000)	31 December 2017	31 December 2017				
China Green (Holdings) Limited ("China Green") (stock code: 904)	Growing, processing and sales of agricultural products, and production and sales of consumer food products	81,727	13,325	444,168	444,168	6.40%	0.66%	-	-	-	68,402
Unlisted investment funds [#]		276,772	313,017					54,857	68,896	41,084	72,724
Grand total for available-for-sale investments		358,499	326,342					54,857	68,896	41,084	141,126

[#] The unlisted investment funds comprise 9 different private funds. The business/investment sector of the unlisted investment funds relates to various industries including, but not limited to, investments in listed companies in Hong Kong, Shanghai, Shenzhen, Singapore, Taiwan, London and New York; companies in consumer goods, retail, agricultural, medical service, social media, veterinary and healthcare sectors and internet-related and mobile-application-related industries; and low-risk investment grade bonds worldwide other than those in the Asia bond market.

The impairment loss recognised on the shares of China Green during the Year of approximately HK\$68 million was attributable to the decrease in the share price of China Green from HK\$0.184 (as at 31 December 2016) to HK\$0.03 (as at 31 December 2017).

None of the aforesaid available-for-sale investments has a carrying amount that accounts for more than 5% of the Group's audited total assets as at 31 December 2017.

In the coming year, the Group will enhance its monitoring of its available-for-sale investments closely by more frequent communications with fund managers. The Group will also monitor the performance of the funds and the markets and adjust the investment portfolio when possible. For any potential new investment funds, the Group will make prudent decision based on market trend and its resources to maximise the returns for the shareholders of the Company.

By order of the Board
Jun Yang Financial Holdings Limited
(to be renamed as Power Financial Group Limited)
Choi Chun Chung, Danny
Chairman

Hong Kong, 19 April 2018

As at the date of this announcement, the executive Directors are Dr. Tang Sing Hing, Kenny, Mr. Wu William Wai Leung and Mr. Sit Sai Hung, Billy; the non-executive Director is Mr. Choi Chun Chung, Danny; and the independent non-executive Directors are Mr. Wong Kun To, Mr. Chu Hau Lim and Ms. Lim Xue Ling, Charlene.

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.