

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) 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.



福田實業(集團)有限公司
Fountain Set (Holdings) Limited

(Incorporated in Hong Kong with limited liability)

(Stock Code: 420)

GRANT OF SHARE OPTIONS

This announcement is made by Fountain Set (Holdings) Limited (the “**Company**”) pursuant to Rule 17.06A of the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”).

The board of directors of the Company (the “**Directors**” and the “**Board**”, respectively) hereby announces that the Company has offered to grant share options (the “**Share Options**”) to subscribe for a total of 26,100,000 ordinary shares of the Company (the “**Shares**” and each, a “**Share**”) to an executive Director and certain employees of the Company and its subsidiaries (the “**Grantees**”), subject to the acceptance of the Grantees, pursuant to the share option scheme of the Company adopted on 20 January 2011. A summary of such grant is set out below:

| | |
|---|---|
| Date of grant | : 19 January 2018 |
| Exercise price of Share Options granted | : HK\$1.10 per Share, which is the higher of (i) the closing price of HK\$1.10 per Share as stated in the Stock Exchange’s daily quotation sheet on 19 January 2018, being the date of grant; and (ii) the average of the closing prices of each Share as stated in the Stock Exchange’s daily quotation sheets for the five business days immediately preceding the date of grant (i.e. HK\$1.07 per Share). |

Number of underlying Shares : 26,100,000 Shares
comprised in Share Options
granted

Validity period of the Share Options : 2 years from 19 January 2018 to 18 January 2020 (both dates inclusive), and the Share Options granted are exercisable during the period from 19 January 2019 to 18 January 2020 (both dates inclusive) after they are fully vested.

Vesting condition : The Share Options will be fully vested after 12 months from the date of grant.

Among the total Share Options granted, a Share Option to subscribe for 300,000 Shares has been granted to Mr. LAN Jiang, an executive Director. Pursuant to Rule 17.04(1) of the Listing Rules, the Share Option granted to the above executive Director has been approved by the independent non-executive Directors.

Save as disclosed in this announcement, none of the Grantees of the Share Options is a director, chief executive or substantial shareholder (as defined in the Listing Rules) of the Company, nor an associate (as defined in the Listing Rules) of any of them.

By Order of the Board
Fountain Set (Holdings) Limited
ZHAO Yao
Chairman and Chief Executive Officer

Hong Kong, 19 January 2018

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. ZHAO Yao, Mr. CHEN Minghong and Mr. LAN Jiang; two non-executive Directors, namely Dr. YEN Gordon and Mr. ZHANG Chong; and three independent non-executive Directors, namely Mr. NG Kwok Tung, Mr. YING Wei and Mr. William LAM.