

[FOR IMMEDIATE RELEASE]



**Fantasia Holdings Group Co., Limited**  
(HKEx stock code: 1777)



**Colour Life Services Group Co., Limited**  
(HKEx stock code: 1778)

## **Fantasia increases stake in Colour Life**

### **Wanxiangmei's operational performance sees comprehensive improvement**

(19 December 2017 – Hong Kong) **Fantasia Holdings Group Co., Limited** ("Fantasia", HKEx stock code: 1777) and **Colour Life Services Group Co., Limited** ("Colour Life", HKEx stock code: 1778) are pleased to jointly announce that Colour Life will issue an aggregate of 231,500,000 new shares (the "Consideration Shares") at HK\$ 5.1 per share to Fantasia, to fulfil a portion of the consideration (approximately RMB1.0 billion) of the acquisition of **Wanxiangmei Property Management Co., Ltd.** ("Wanxiangmei"; formerly **Wanda Property Management Co., Ltd.**). The issue price of the Consideration Shares represents a premium of approximately 3% over the average of the closing prices of Colour Life Shares as quoted for the last 5 trading days up to and including 18 December 2017 of approximately HK\$4.946 per share, which fully reflects Fantasia's confidence in the prospect of Colour Life sustaining a rapid growth in the future. The 231,500,000 new Colour Life Shares represent 23.25% of Colour Life's total issued shares and 18.86% of the total number of shares after the above-mentioned issuance. Upon completion of the transaction, Fantasia's stake in Colour Life will increase from 50.61% to 59.93%.

Since the acquisition of Wanxiangmei by a property consortium formed by Fantasia in August 2016, Fantasia and Colour Life successfully integrated and remodelled the operation of Wanxiangmei in a progress that exceeded expectation, reflecting the company's efficient property-management capability and experience. Wanxiangmei's unaudited after-tax profit in the first half of 2017 has reached approximately RMB129 million, which significantly exceeded the full year after-tax profit of RMB21.73 million in 2016. The administrative expenses in the first half of 2017 decreased 16.7% year-on-year while gross profit margin increased rapidly from 21.4% in 2016 to 35.3% in the first half of 2017. Moreover, Wanxiangmei's cash flow has also improved significantly since August 2016, reflecting Fantasia and Colour Life's outstanding integration capability.

**Mr. Pun Jun, Chairman of Fantasia and Colour Life said,** "The reasons to increase stake in Colour Life are that we have confidence in ourselves and in Colour Life's capability in property integration as well as our endorsement of Wanxiangmei's sustainable and rapid development in the future. Going forward, we will strive to create a safe, comfortable and convenient environment to property owners and residents by enhancing our service standards and increasing customer loyalty and satisfaction level. In addition, we will

strive to create a one-stop service platform and undergo an upgrade from traditional property management service. We will also expand through the export of our skills to our peers, thereby offering solutions to the industry and eventually bringing rapid revenue and profit growth to the Company.”

**Unaudited financial highlight of Wanxiangmei:**

| RMB'000                 | Year ended 31 December | Six months ended 30 June |          |
|-------------------------|------------------------|--------------------------|----------|
|                         | 2016                   | 2016                     | 2017     |
| Revenue                 | 1,324,713              | 613,216                  | 731,127  |
| Gross profit            | 283,971                | 85,871                   | 258,386  |
| Administrative expenses | (243,044)              | (95,458)                 | (79,544) |
| Net Profit/(loss)       | 21,731                 | (5,381)                  | 128,761  |
| Net Cash                | (37,440)               | (110,012)                | 173,552  |

– END –

### **About Fantasia Holdings Group Co., Limited**

Founded in 1998, Fantasia was successfully listed on the Main Board of The Stock Exchange of Hong Kong in November 2009 under the stock code 1777. Having completed its business strategic layout in the upcoming era of mobile internet and customer big data, Fantasia Group has evolved into a leading financial holding group in China, with a business model driven by financial operations, anchoring on services, and supported by property development. Fantasia conducts full-range of operations and community services, covering eight major areas of value-added services in over 200 cities in mainland China, namely – financial services for communities, Colour Life Residence services for communities, property development, operation of commercial properties for international business and tourism, cultural tours of communities, commercial property management in communities, elderly care and education in communities. So far, the Group has three publicly-listed companies – Fantasia Holdings Group (01777.HK), Colour Life (01778.HK) and Home E&E (834669.OC). It has become the world's largest residential community service operation provider.

Currently, Fantasia is progressing with its international business expansion plan and has established branches in Hong Kong, Taipei, Singapore and Tokyo as well as investing property development projects in Singapore, the United States of America and Taiwan.

Fantasia is committed to be the leading industry participant which provides a joyful, colourful and meaningful living space and experience and aims to deliver unique and inspiring living space and experience to value-oriented customers.

### **About Colour Life**

Colour Life is headquartered in Shenzhen, and it is a leading integrated property services operating group in China. In 2017, Colour Life achieved a rapid growth on its platform services and was awarded “the world's largest community services platform operator” by China Index Academy.

Colour Life focuses on developing an offline and online service platform connecting residents with local vendors, and has ample growth opportunities. In 2017, the Group recorded an encouraging development of value-added services through platform co-operations, achieving the delivery of Caizhiyun's platform technology and the products and services of ecosystem.

**For more information, please contact:**

#### **iPR Ogilvy & Mather**

Tina Law / Gary Li / Nicola Chan / Joseph Zhou / Geffron AuYeung

Tel: +852 2136 6181 / 3170 6753 / 3920 7642 / 3920 7649 / 3920 7650

Fax: +852 3170 6606

Email: [colourlife@iprogilvy.com](mailto:colourlife@iprogilvy.com)