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## **ROAD KING INFRASTRUCTURE LIMITED**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 1098)**

### **EXERCISE OF REDEMPTION RIGHTS BY WISE START**

The board of directors (the “**Board**”) of Road King Infrastructure Limited (the “**Company**”) refers to the announcement dated 6 October 2022 (the “**Announcement**”) and the circular dated 22 December 2022 of the Company (the “**Circular**”) in respect of the formation of a joint venture between Shine Precious (a wholly-owned subsidiary of the Company) and Wise Start (a wholly-owned subsidiary of Build King) in relation to the Project pursuant to the Investment Agreement. Unless otherwise specified, all terms defined in the Announcement shall have the same meanings when used herein.

Under the terms of the Investment Agreement, Shine Precious has agreed that Wise Start has the right to require the redemption by the Project Company of all or part of the Sale Loans due to it on 28 February 2025 at the Redemption Price calculated by reference to a pre-agreed formula (the “**Redemption Rights**”), after which certain Balancing Transaction(s) are to be effected in order to achieve the proportionality between the respective JV Parties’ shareholding in, and shareholder loans (including the RK Commitment) to, the Project Company. The Redemption obligation of the Project Company is guaranteed by the Company. On 24 January 2025, Wise Start gave notice to the Project Company to exercise the Redemption Rights in respect of HK\$400 million in principal amount (i.e. 50%) of the Sale Loans. The Investment Agreement and the transactions and possible transactions contemplated thereunder (including but not limited to the Transfer, RK Commitment, Loan Redemption Right and Balancing Transactions) were approved by the independent shareholders of the Company at a special general meeting of the Company held on 13 January 2023.

The Redemption Price is calculated as (1) the principal amount of Sale Loans being redeemed plus (2) the amount (if greater than zero) resulting from the proportionate amount of the Sale Loans being redeemed multiplied by 20% (being Wise Start’s equity interest in the Project Company) of the difference between (i) the consolidated net asset value of the Project Company as at 31 December 2024 with the inventory of properties comprised in the Project marked to market value based on an independent valuation as at the same date and (ii) the consolidated net deficit of the Project Company as at 31 August 2022 as shown in the accountants report on the Project Company included in the circular of Build King dated 23 December 2022 of approximately HK\$8.6 million. Based on information currently available, the Redemption Price is estimated to be approximately HK\$400 million.

The Redemption Price is to be payable within five business days after determination of the Redemption Price. The Company will make a further announcement if the finally determined Redemption Price is materially different from the estimation stated above.

Following the repayment of the Sale Loans that is being redeemed, Wise Start is to transfer half of its shareholding in the Project Company (being 10% of the issued shares of Project Company) to Shine Precious as the Balancing Transactions following which the Company's indirect shareholding interest in the Project Company will increase from 80% to 90%.

By Order of the Board  
**Road King Infrastructure Limited**  
**Zen Wei Peu, Derek**  
*Chairman*

Hong Kong, 24 January 2025

*As at the date of this announcement, the Board comprises Messrs. Zen Wei Peu, Derek, Fong Shiu Leung, Keter and Ng Fun Hung, Thomas as Executive Directors, Ms. Cai Xun and Mr. Xu Enli as Non-executive Directors and Mr. Wong Wai Ho, Ms. Hui Grace Suk Han, Mr. Cheung Hon Kit, Edwin and Mr. Ho Tai Wai, David as Independent Non-executive Directors.*