

Unless otherwise defined herein, capitalized terms used in this announcement shall have the same meanings as those defined in the prospectus dated Tuesday, June 30, 2020 (the “**Prospectus**”) of Archosaur Games Inc. (the “**Company**”).

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## **ARCHOSAUR GAMES INC.**

**祖龙娱乐有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 9990)**

### **FULL EXERCISE OF THE OVER-ALLOTMENT OPTION, STABILIZING ACTIONS AND END OF STABILIZATION PERIOD**

#### **FULL EXERCISE OF THE OVER-ALLOTMENT OPTION**

The Company announces that the Over-allotment Option described in the Prospectus was fully exercised by the Sole Global Coordinator, on behalf of the International Underwriters, on August 6, 2020, in respect of an aggregate of 28,110,000 Offer Shares (the “**Over-allotment Shares**”), representing 15% of the total number of the Offer Shares initially available under the Global Offering to cover the over-allocation in the International Offering. The Over-allotment Shares will be allotted and issued by the Company at HK\$11.60 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027% and Hong Kong Stock Exchange trading fee of 0.005%), being the Offer Price per Offer Share under the Global Offering.

## **STABILIZING ACTIONS AND END OF STABILIZATION PERIOD**

The Company further announces that the stabilization period in connection with the Global Offering ended on August 6, 2020, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. The stabilizing actions undertaken by China International Capital Corporation Hong Kong Securities Limited as stabilizing manager (the “**Stabilizing Manager**”), its affiliates or any person acting for it during the stabilization period were:

- (1) the over-allocation of an aggregate of 28,110,000 Offer Shares in the International Offering, representing 15% of the total number of the Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option);
- (2) the borrowing of an aggregate of 28,110,000 Shares by China International Capital Corporation Hong Kong Securities Limited, the Stabilizing Manager, from Cresc Chorus pursuant to the Stock Borrowing Agreement to cover the over-allocation in the International Offering. Such Shares will be returned and redelivered to Cresc Chorus in accordance with the terms of the Stock Borrowing Agreement; and
- (3) the full exercise of the Over-allotment Option by the Sole Global Coordinator, on behalf of the International Underwriters, on August 6, 2020, in respect of an aggregate of 28,110,000 Offer Shares, representing 15% of the total number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, at the Offer Price per Offer Share, to facilitate the return to Cresc Chorus of the borrowed Shares which were used to cover the over-allocation in the International Offering.

## **FULL EXERCISE OF THE OVER-ALLOTMENT OPTION**

The Company announces that the Over-allotment Option described in the Prospectus was fully exercised by the Sole Global Coordinator, on behalf of the International Underwriters, on August 6, 2020, in respect of an aggregate of 28,110,000 Offer Shares, representing 15% of the Offer Shares initially available under the Global Offering before exercise of the Over-allotment Option.

The Over-allotment Shares will be allotted and issued by the Company at HK\$11.60 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027% and Hong Kong Stock Exchange trading fee of 0.005%), being the Offer Price per Offer Share under the Global Offering. The Over-allotment Shares will be used to facilitate the return to Cresc Chorus of the borrowed Shares which were used to cover the over-allocation in the International Offering.

## Approval of Listing

Approval for the listing of and permission to deal in the Over-allotment Shares has already been granted by the Listing Committee of the Hong Kong Stock Exchange. Listing of and dealings in such Over-allotment Shares on the Main Board of the Hong Kong Stock Exchange are expected to commence at 9:00 a.m. on August 11, 2020.

## Share Capital upon the Completion of the Full Exercise of Over-allotment Option

The shareholding structure of the Company immediately before and immediately after the completion of the full exercise of the Over-allotment Option is as follows:

Shareholders	Immediately before the allotment and issue of the Over-allotment Shares		Immediately after the allotment and issue of the Over-allotment Shares	
	Number of Shares	Approximate percentage of the Company's issued share capital	Number of Shares	Approximate percentage of the Company's issued share capital <sup>(1)</sup>
Cresc Chorus <sup>(3)</sup>	278,329,802 <sup>(2)</sup>	35.35%	278,329,802	34.13%
Perfect World Interactive <sup>(4)</sup>	138,593,999	17.60%	138,593,999	16.99%
Image Frame <sup>(5)</sup>	105,077,999	13.34%	105,077,999	12.88%
Other public Shareholders	<u>265,398,200</u>	<u>33.71%</u>	<u>293,508,200</u>	<u>35.99%</u>
<b>Total</b>	<b><u>787,400,000</u></b>	<b><u>100%</u></b>	<b><u>815,510,000</u></b>	<b><u>100%</u></b>

Notes:

- (1) The percentage of the Shares are rounded to the nearest 2 decimal places, and the total number of the percentages will add up to 100% after rounding.
- (2) Inclusive of the 28,110,000 Shares borrowed by China International Capital Corporation Hong Kong Securities Limited under the Stock Borrowing Agreement.

- (3) Cresc Chorus is owned as to 81.96% by LuckQ, which is in turn wholly-owned by Mr. Li Qing.
- (4) Perfect World Interactive is ultimately controlled by Perfect World Holding.
- (5) Image Frame is a wholly-owned subsidiary of Tencent.

### **Use of Proceeds**

The additional net proceeds of approximately HK\$314.6 million to be received by the Company from the allotment and issue of the Over-allotment Shares after deducting the underwriting commissions and other estimated expenses in connection with the exercise of the Over-allotment Option, will be used by the Company for the purposes as set out in the section headed “Future Plans and Use of Proceeds — Use of Proceeds” in the Prospectus.

### **STABILIZING ACTIONS AND END OF STABILIZATION PERIOD**

The Company further announces that the stabilization period in connection with the Global Offering ended on August 6, 2020, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. The stabilizing actions undertaken by China International Capital Corporation Hong Kong Securities Limited as Stabilizing Manager, its affiliates or any person acting for it during the stabilization period were:

- (1) the over-allocation of an aggregate of 28,110,000 Offer Shares in the International Offering, representing 15% of the total number of the Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option);
- (2) the borrowing of an aggregate of 28,110,000 Shares by China International Capital Corporation Hong Kong Securities Limited, the Stabilizing Manager, from Cresc Chorus pursuant to the Stock Borrowing Agreement to cover the over-allocation in the International Offering. Such Shares will be returned and redelivered to Cresc Chorus in accordance with the terms of the Stock Borrowing Agreement; and
- (3) the full exercise of the Over-allotment Option by the Sole Global Coordinator, on behalf of the International Underwriters, on August 6, 2020, in respect of an aggregate of 28,110,000 Offer Shares, representing 15% of the total number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, at the Offer Price per Offer Share, to facilitate the return to Cresc Chorus of the borrowed Shares which were used to cover the over-allocation in the International Offering.

## **PUBLIC FLOAT**

Immediately after the issue and allotment of the Over-allotment Shares, the number of Shares in public hands represents not less than 25% of the total issued share capital of the Company, which satisfies the minimum percentage of public float requirements prescribed in Rule 8.08(1) of the Listing Rules.

By order of the Board  
**Archosaur Games Inc.**  
**Mr. Li Qing**  
*Chairman and Executive Director*

Beijing, China, August 6, 2020

*As at the date of this announcement, the Board of Directors of the Company comprises Mr. Li Qing as Chairman and an Executive Director, Mr. Bai Wei as an Executive Director, Ms. Liu Ming and Mr. Yan Xinguang as Non-executive Directors, and Mr. Ge Xuan, Mr. Zhu Lin and Mr. Ding Zhiping as Independent Non-executive Directors.*