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Huali University Group Limited **华立大学集团有限公司**

(Incorporated in the Cayman Islands with limited liability)
(Stock code: 1756)

VOLUNTARY ANNOUNCEMENT **ADDITION OF NEW SHAREHOLDER OF A SUBSIDIARY**

This announcement is made by Huali University Group Limited (the “**Company**”, together with its subsidiaries and consolidated affiliated entities, the “**Group**”) on a voluntary basis.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company has been informed by Mr. Zhang Zhifeng (張智峰) (“**Mr. Zhang**”), the chairman of the Board, an executive Director and one of the controlling shareholders (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company that on December 7, 2021, Mr. Zhang Zhifan (張智帆), the brother of Mr. Zhang, agreed to subscribe for 0.001% of the registered capital of Guangzhou Huali Investment Company Limited (廣州華立投資有限公司) (“**Huali Investment**”) by way of capital contribution in the amount of RMB4,000 (the “**Subscription**”) proportional to the registered capital of Huali Investment immediately prior to the Subscription. Upon completion of the Subscription on December 7, 2021, Huali Investment is owned as to 99.999% (with the corresponding registered capital in the amount of RMB400,000,000) and 0.001% (with the corresponding registered capital in the amount of RMB4,000) each by Mr. Zhang and Mr. Zhang Zhifan, respectively.

Huali Investment is a one-person limited liability company. In accordance with the requirements of the Company Law of the People’s Republic of China, a one-person limited liability company shall not establish any more one-person limited liability company. In order to facilitate its business operation, Huali Investment intends to set up different subsidiaries. As such, Huali Investment needs to introduce a new shareholder to achieve such purpose. Huali Investment is the school sponsor of each of the PRC operating entities of the Group (the “**PRC Operating Entities**”), namely Guangzhou Huali College (廣州華立學院), Guangdong Province Huali Technician College (廣東省華立技師學院) and Guangzhou Huali Science and Technology Vocational College (廣州華立科技職業學院). Each of Huali Investment and the PRC Operating Entities are controlled by our Company through structured contracts (the “**Structured Contracts**”), the financial results of which are consolidated into the Group’s consolidated financial statements. For further details of the Structured Contracts, please refer to the prospectus for the global offering of the Company issued on November 14, 2019.

Due to the Subscription, supplemental agreements to the Structured Contracts, including a supplemental business cooperation agreement, a supplemental equity pledge agreement and an undertaking of the spouse of Mr. Zhang Zhifan, together with a supplement shareholders agreement of Huali Investment have been entered into on December 7, 2021 (collectively, the “**Supplemental Agreements**”). Save for accommodating the necessary changes for the addition of Mr. Zhang Zhifan as an incoming shareholder of Huali Investment, no other changes to the Structured Contracts have been made by the Supplemental Agreements.

By Order of the Board
Huali University Group Limited
Zhang Zhifeng
Chairman

Hong Kong, December 7, 2021

As at the date of this announcement, the executive Directors are Mr. Zhang Zhifeng, Mr. Ye Yaming, Mr. Zhang Yude and Mr. Zou Kang; and the independent non-executive Directors are Ms. Chiu Lai Kuen Susanna, M.H., J.P., Mr. Yang Ying and Mr. Ding Yi.