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**CHINA CHUNLAI EDUCATION GROUP CO., LTD.**  
**中國春來教育集團有限公司**  
*(Incorporated in the Cayman Islands with limited liability)*  
**(Stock Code: 1969)**

**VOLUNTARY ANNOUNCEMENT**  
**ENTERING INTO THE LOAN AGREEMENTS**

This is a voluntary announcement made by China Chunlai Education Group Co., Ltd. (the “**Company**”, together with its subsidiaries and consolidated affiliated entities, the “**Group**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to announce that:

- (i) on 20 December 2021, Anyang University (安陽學院) (“**Anyang University**”), as borrower, and Zhongyuan Bank Co. Ltd., Shangqiu Branch\* (中原銀行股份有限公司商丘分行), as lender (the “**Lender**”), entered into a loan agreement (the “**First Loan Agreement**”), pursuant to which the Lender has agreed to make available a term loan facility with a principal amount of up to RMB300,000,000 (the “**First Loan**”) to Anyang University; and
- (ii) on 20 December 2021, Henan Shangqiu Chunlai Education Corporation\* (河南商丘春來教育集團) (the “**School Sponsor**”), as borrower, and the Lender, as lender, entered into a loan agreement (the “**Second Loan Agreement**”, and together with the First Loan Agreement, the “**Loan Agreements**”), pursuant to which the Lender has agreed to make available a term loan facility with a principal amount of up to RMB90,000,000 (the “**Second Loan**”) to School Sponsor.

The principal terms of the Loan Agreements are summarised as follows:

## THE FIRST LOAN AGREEMENT

<b>Date</b>	:	20 December 2021
<b>Lender</b>	:	Zhongyuan Bank Co. Ltd., Shangqiu Branch* (中原銀行股份有限公司商丘分行)
<b>Borrower</b>	:	Anyang University (安陽學院)
<b>Purpose of the First Loan</b>	:	For the purchase of equipment for teaching purposes
<b>Term of the First Loan</b>	:	2 years, commencing on 21 December 2021
<b>Interest</b>	:	An annual interest rate of 6.00%, being 2.15% above the latest one-year loan prime rate (being 3.85%) promulgated by the National Interbank Funding Center under the authority of the People's Bank of China before the date of the First Loan Agreement
<b>Security</b>	:	The First Loan Agreement is secured by a guarantee provided by each of the Company, PRC Holdco (as defined below) and School Sponsor and a pledge of receivables by Anyang University in favour of the Lender.

## THE SECOND LOAN AGREEMENT

<b>Date</b>	:	20 December 2021
<b>Lender</b>	:	Zhongyuan Bank Co. Ltd., Shangqiu Branch* (中原銀行股份有限公司商丘分行)
<b>Borrower</b>	:	Henan Shangqiu Chunlai Education Corporation* (河南商丘春來教育集團)
<b>Purpose of the Second Loan</b>	:	For the purchase of equipment for teaching purposes
<b>Term of the Second Loan</b>	:	1 year, commencing on 5 January 2022
<b>Interest</b>	:	An annual interest rate of 6.00%, being 2.15% above the latest one-year loan prime rate (being 3.85%) promulgated by the National Interbank Funding Center under the authority of the People's Bank of China before the date of the First Loan Agreement
<b>Security</b>	:	The Second Loan Agreement is secured by a guarantee provided by each of the Company and PRC Holdco and a pledge of receivables by each of Anyang University, Shangqiu University (商丘學院) and Hubei Jiankang Vocational College (湖北健康職業學院) (“ <b>Jiankang College</b> ”) in favour of the Lender.

To the best knowledge, information, and belief of the Directors, the Lender and its ultimate beneficial owners are third parties independent of the Company and its connected persons (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”)).

## **GUARANTEE**

In respect of the First Loan Agreement, on 20 December 2021, each of the Company, Henan Chunlai Education Technology Co., Ltd.\* (河南春來教育科技有限公司) (the “**PRC Holdco**”), and School Sponsor entered into a guarantee agreement with the Lender (collectively, the “**First Loan Guarantee Agreements**”). Pursuant to the First Loan Guarantee Agreements, each of the Company, PRC Holdco, and School Sponsor shall provide a guarantee in favour of the Lender for Anyang University’s liabilities under the First Loan Agreement (including but not limited to the principal amount of the First Loan, interest, damages, compensation, and fees incurred by the Lender in connection with any enforcement actions).

In respect of the Second Loan Agreement, on 20 December 2021, each of the Company and PRC Holdco entered into a guarantee agreement with the Lender (collectively, the “**Second Loan Guarantee Agreements**”). Pursuant to the Second Loan Guarantee Agreements, each of the Company and PRC Holdco shall provide a guarantee in favour of the Lender for School Sponsor’s liabilities under the Second Loan Agreement (including but not limited to the principal amount of the Second Loan, interest, damages, compensation, and fees incurred by the Lender in connection with any enforcement actions).

## **PLEDGE OF RECEIVABLES**

In respect of the First Loan, on 20 December 2021, Anyang University entered into an account receivables pledge agreement with the Lender, pursuant to which Anyang University agreed to pledge its account receivables in favour of the Lender for Anyang University’s liabilities under the First Loan Agreement (including but not limited to the First Loan, interest, damages, compensation, and fees incurred by the Lender in connection with any enforcement actions).

In respect of the Second Loan, on 20 December 2021, each of Anyang University, Shangqiu University and Jiankang College entered into an account receivables pledge agreement with the Lender, pursuant to which each of Anyang University, Shangqiu University and Jiankang College agreed to pledge its account receivables in favour of the Lender for School Sponsor’s liabilities under the Second Loan Agreement (including but not limited to the Second Loan, interest, damages, compensation, and fees incurred by the Lender in connection with any enforcement actions).

## REASONS FOR AND THE BENEFITS OF ENTERING INTO THE LOAN AGREEMENTS

By entering into the Loan Agreements, the Group can diversify its financing channels, replenish capital required for its operations and optimise the Group's liability structure in order to construct its new campus.

The terms of the Loan Agreements and the related security documents were determined at after arm's length negotiations between the parties thereto, and the Board (including all independent non-executive Directors) considers that the terms of each of the Loan Agreements and the related security documents were fair and reasonable, on normal commercial terms, and in the interests of the Company and its shareholders as a whole.

By Order of the Board  
**China Chunlai Education Group Co., Ltd.**  
**Hou Junyu**  
*Executive Director*

Hong Kong, 20 December 2021

*As at the date of this announcement, the Board comprises Mr. Hou Junyu and Ms. Jiang Shuqin as executive Directors, Ms. Zhang Jie as executive Director and chief executive officer, Mr. Hou Chunlai as non-executive Director and chairman, and Dr. Jin Xiaobin, Ms. Fok, Pui Ming Joanna and Mr. Lau, Tsz Man as independent non-executive Directors.*

\* *The English translation of company names in Chinese is for identification purposes only. If there is any inconsistency between the Chinese names of entities or enterprises established in China and their English translations, the Chinese names shall prevail.*