



**CHINA TRENDS HOLDINGS LIMITED**  
**中國趨勢控股有限公司**  
*(Incorporated in the Cayman Islands with limited liability)*

**UPDATE ABOUT FALSE NEWS REPORTS (25)**

**THE TAIPEI DISTRICT COURT DECLARED  
MR. XIANG AND MS. KUNG INNOCENT**

Reference is made to the announcements (the “**Announcements**”) of **China Trends Holdings Limited** (the “**Company**”) about the false news reports dated 24 November 2019, 25 November 2019, 5 December 2019, 12 December 2019, 17 December 2019, 27 December 2019, 17 February 2020, 27 February 2020, 2 June 2020, 17 June 2020, 22 June 2020, 1 July 2020, 11 October 2020, 9 November 2020, 1 February 2021, 2 February 2021, 5 February 2021, 4 March 2021, 8 April 2021, 11 April 2021, 30 July 2021, 12 November 2021, 26 November 2021 and 30 January 2022. Unless otherwise defined, capitalized terms used in this announcement shall have the same meanings as those defined in the **Announcements**.

The Company received information from executive director **Mr. Xiang Xin** (“**Mr. Xiang**”) and his alternate director **Ms. Kung Ching** (“**Ms. Kung**”), that regarding their case concerning the Money Laundering Control Act, the Taipei District Court declared Mr. Xiang and Ms. Kung innocent on 24 February 2022, and lawyers who defended them (the “**Defender**”) has issued brief statement as follows:

Firstly, it is highly appreciated that the court has made such a right and truly judgement that declared Mr. Xiang and his wife innocent. Since they were sued for money laundering, Mr. Xiang and his wife has never requested to investigate any witnesses, and three judges can make an innocent decision after only one hearing, because the Prosecutor's prosecution was totally wrong and incorrect, whether in the terms of facts, evidence, logical structure or applicable law.

Due to the wrong prosecution, currently Mr. Xiang and his wife are still being restricted from leaving Taiwan, and such situation of unable to get back home or work

has last for 823 days. For a foreigner, the restriction on leaving due to the case makes him/her difficult to live or obtain medical treatment with legal resident status in Taiwan, that has a significant impact on human rights, and highlights that Taiwan's legal system has room for improvement.

As same as the money laundering case, in the espionage case that involved violating National Security Law, there is no criminal facts committed by Mr. Xiang and his wife, especially the Prosecutors also has made non-prosecution decision previously.

The Defender believes that the function of the judiciary is to make sure correctness. Otherwise, any incorrect prosecution will cause great harm to the people, the country and the defendant. The Defender sincerely hopes that the prosecutor can respect the facts, do not appeal the acquittal verdict, close the money laundering case and espionage cases soon, and let Mr. Xiang and his wife go back home.

The Company will make further announcements with any material developments in this matter.

By order of the Board  
**China Trends Holdings Limited**  
**Xiang Xin**  
*Chairman and Chief Executive Officer*

Hong Kong, 24 February 2022

*As at the date of this announcement, the executive Directors of the Company is Mr. **Xiang Xin** (Chairman) and Ms. **Chi Yee Shan Esa**; the non-executive Director of the Company is Mr. **Chan Cheong Yee**; the independent non-executive Directors of the Company are Mr. **Wong Chung Kin, Quentin**, Ms. **Qin Han** and Mr. **Chen Yicheng**. Ms. **Kung Ching** is an alternate director to Mr. Xiang Xin.*

*This announcement, for which the Directors collectively and individually accept full responsibilities, is for the purpose of giving information with regards to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material aspects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumption that are fair and reasonable.*

*This announcement will remain on the Company website at [www.8171.com.hk](http://www.8171.com.hk).*