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IGG INC

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 799)

GRANT OF AWARDED SHARES UNDER THE SHARE AWARD SCHEME AND CANCELLATION OF SHARE OPTIONS UNDER THE SHARE OPTION SCHEME

GRANT OF AWARDED SHARES

On 20 August 2020, the Board (including all independent non-executive Directors, save and except for the relevant independent non-executive Director who is a Share Award Grantee whom has abstained from voting in relation to the grant of awarded shares to himself/herself), based on the recommendation of the remuneration committee, resolved to grant a total of 1,288,333 Awarded Shares, which have been acquired by the Trustee from the open market by utilising the Company's internal resources provided to the Trustee, to the Share Award Grantees of the Group pursuant to the Share Award Scheme at nil consideration, subject to the acceptances by the Share Award Grantees. Details of the Share Award Grantees are set out below:

Share Award Grantees	Number of Awarded Shares
Employees of the Group	1,008,333
Connected persons	
– Dr. Horn Kee Leong	60,000
– Mr. Dajian Yu	60,000
– Ms. Zhao Lu	60,000
– Mr. Richard Chua Choon Kiat	50,000
– Mr. Shuo Wang	50,000
Total	1,288,333

Since Dr. Horn Kee Leong, Mr. Dajian Yu and Ms. Zhao Lu are independent non-executive Directors and Mr. Richard Chua Choon Kiat and Mr. Shuo Wang are directors of certain wholly-owned subsidiaries of the Company, and are therefore connected persons of the Company, the grant of Awarded Shares to each of them constitutes a connected transaction of the Company under Chapter 14A of the Listing Rules. As all of the applicable percentage ratios are below 0.1% and the grant of Awarded Shares is on normal commercial terms, such grant of Awarded Shares to each of them is fully exempt from reporting, announcement and shareholders' approval under Rule 14A.76(1) of the Listing Rules.

Save as disclosed above, to the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, each of the other Share Award Grantees is a third party independent of the Company and the connected persons of the Company.

The 1,288,333 Awarded Shares granted to the Share Award Grantees represent approximately 0.10% of the issued share capital of the Company as at the date of this announcement. The 1,288,333 Awarded Shares represent the value of approximately HK\$11.85 million, taking into account the closing price of HK\$9.20 per Share as stated in the daily quotation sheets issued by the Stock Exchange on the Date of Grant.

The details of the Awarded Shares granted are as follows:

The Awarded Shares granted shall vest in the Share Award Grantees in accordance with the schedules below (for this purpose, the date or each such date on which the Awarded Shares are to vest being hereinafter referred to as a "**Share Award Vesting Date**"):

Awarded Shares granted to independent non-executive Directors

Among the 1,288,333 Awarded Shares granted, 180,000 Awarded Shares, which were granted to all the independent non-executive Directors, shall be subject to a vesting period as follows:

Share Award Vesting Date	Percentage of Awarded Shares to Vest
On the date of the annual general meeting to be convened in 2021	100% of the total number of Awarded Shares granted

Awarded Shares granted to certain employees

Among the 1,288,333 Awarded Shares granted, 80,000 Awarded Shares, which were granted to certain employees, shall be subject to a vesting period as follows:

Share Award Vesting Date	Percentage of Awarded Shares to Vest
On 20 August 2021	50% of the total number of Awarded Shares granted
On 20 August 2022	50% of the total number of Awarded Shares granted

Awarded Shares granted to connected persons and certain employees

Among the 1,288,333 Awarded Shares granted, 183,333 Awarded Shares, which were granted to Mr. Richard Chua Choon Kiat, Mr. Shuo Wang and certain employees, shall be subject to a vesting period as follows:

Share Award Vesting Date	Percentage of Awarded Shares to Vest
On 20 August 2021	100% of the total number of Awarded Shares granted

Other Awarded Shares

The remaining 845,000 Awarded Shares which were granted to certain employees shall be subject to a vesting period as follows:

Share Award Vesting Date	Percentage of Awarded Shares to Vest
On 20 August 2021	25% of the total number of Awarded Shares granted
On 20 August 2022	25% of the total number of Awarded Shares granted
On 20 August 2023	25% of the total number of Awarded Shares granted
On 20 August 2024	25% of the total number of Awarded Shares granted

Once vested, at the request of the relevant Share Award Grantees, the Awarded Shares can be transferred to the relevant Share Award Grantees from the Trustee, or the Trustee can sell the vested Awarded Shares for them and subsequently transfer the income arising from such sales to the relevant Share Award Grantees.

CANCELLATION OF SHARE OPTIONS

Reference is made to the announcements of the Company dated 20 April 2017, 17 November 2017, 4 May 2018 and 23 August 2018 in relation to, among others, the grant of share options (the “**Old Share Options**”) to certain Directors and employees of the Company pursuant to the Share Option Scheme.

The following grantees had irrevocably requested the Company to cancel the Old Share Options in accordance with the terms of the Share Option Scheme. On 20 August 2020, as consented by each of these grantees, the Company cancelled an aggregate of 1,330,000 Old Share Options granted to them pursuant to the Share Option Scheme with the following details. None of these Old Share Options had been exercised as at the date of this announcement.

Original date of grant	Grantees	Capacity	Number of Old Share Options cancelled
4 May 2018	Dr. Horn Kee Leong	Independent non-executive Director	180,000
4 May 2018	Mr. Dajian Yu	Independent non-executive Director	180,000
4 May 2018	Ms. Zhao Lu	Independent non-executive Director	180,000
20 April 2017	Employees	—	540,000
17 November 2017	Employees	—	100,000
23 August 2018	Employees	—	150,000

DEFINITIONS

In this announcement, the following expressions shall have the following meanings unless the context requires otherwise:

“Awarded Shares”	The 1,288,333 awarded Shares granted to the Share Award Grantees pursuant to the Share Award Scheme on the Date of Grant
“Board”	the board of Directors of the Company
“Company”	IGG Inc, an exempted company incorporated in the Cayman Islands and whose shares are listed on the Stock Exchange
“connected person(s)”	has the meaning ascribed thereto under the Listing Rules
“Date of Grant”	20 August 2020, the date on which the Awarded Shares are granted
“Director(s)”	director(s) of the Company
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Share Award Grantee(s)”	the grantees selected by the Board on 20 August 2020, to whom the Awarded Shares are granted on the same date by the Board pursuant to the terms of the Share Award Scheme
“Share Award Scheme”	the share award scheme adopted by the Company on 24 December 2013, the principal terms of which are summarized in the announcement of the Company dated 24 December 2013
“Share(s)”	means ordinary share(s) of US\$0.0000025 each in the share capital of the Company
“Share Option Scheme”	the share option scheme adopted by the Company on 16 September 2013 by a resolution of all shareholders of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Trust Deed”	a trust deed in relation to the Share Award Scheme for the Company entered into between the Company and the Trustee on 17 February 2014 (as restated, supplemented and amended from time to time)

“Trustee”	Computershare Hong Kong Trustees Limited, and any additional or replacement trustees, being the trustee or trustees for the time being of the trusts declared in the Trust Deed
“US\$”	United States dollars, the lawful currency of the United States of America
“%”	per cent

By order of the Board
IGG INC
Zongjian Cai
Chairman

Hong Kong, 20 August 2020

As at the date of this announcement, the Board comprises five executive Directors, namely, Mr. Zongjian Cai, Mr. Yuan Xu, Mr. Hong Zhang, Ms. Jessie Shen and Mr. Feng Chen; one non-executive Director, namely, Mr. Yuan Chi; and three independent non-executive Directors, namely, Dr. Horn Kee Leong, Mr. Dajian Yu and Ms. Zhao Lu.