

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



QUAM LIMITED
華富國際控股有限公司*
(Incorporated in Bermuda with limited liability)
(Stock Code: 952)

**FORFEITURE OF UNCLAIMED DIVIDENDS
AND
PROPOSED SHARE PREMIUM REDUCTION**

FORFEITURE OF UNCLAIMED DIVIDENDS

Pursuant to the Bye-law 144 of the Company, the dividends unclaimed after a period of six years from the date of declaration will be forfeited and will revert to the Company on Friday, 18 July 2014.

PROPOSED SHARE PREMIUM REDUCTION

The Board intends to put forward to the Shareholders at the AGM to reduce the amount of HK\$120,000,000 standing to the credit of the Share Premium Account and to transfer such amount to the Contributed Surplus Account.

A circular containing, among other matters, details of the Proposed Share Premium Reduction, together with a notice of the AGM and the related proxy form, will be sent to the Shareholders as soon as practicable.

FORFEITURE OF UNCLAIMED DIVIDENDS

Pursuant to the Bye-law 144 of Quam Limited (the “Company”), any dividend unclaimed after a period of six years from the date of declaration of such dividend shall be forfeited and shall revert to the Company. The board of directors of the Company (the “Board”) wish to inform the shareholders of the Company (the “Shareholders”) that the following dividends remaining unclaimed on Friday, 18 July 2014 will be forfeited and will revert to the Company:

Type of dividends	Date of declaration	Date of payment	Dividend per share
Interim Dividend for the year ended 31 March 2007	30 November 2006	22 January 2007	HK1.50 cents
Final Dividend for the year ended 31 March 2007	14 August 2007	24 August 2007	HK2.00 cents

* for identification purpose only

Shareholders who are entitled to but yet to receive the dividend payments in respect of the above dividends are advised to contact the Company's branch share registrar in Hong Kong, Tricor Tengis Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not later than 6:00 p.m. on Friday, 18 July 2014.

PROPOSED SHARE PREMIUM REDUCTION

The Company announced today that the Board recommended a final dividend of HK0.5 cent per share of the Company (the "Share"). The final dividend is intended to be distributed from the contributed surplus account of the Company (the "Contributed Surplus Account"), part of which shall be contributed by the Proposed Share Premium Reduction.

The Board intends to put forward to the Shareholders at the forthcoming annual general meeting of the Company (the "AGM") a proposal to reduce the share premium of the Company pursuant to the laws of Bermuda and the bye-laws of the Company. The amount standing to the credit of the share premium account of the Company (the "Share Premium Account") as at 31 March 2014, based on the audited consolidated financial statement of the Company was HK\$185,024,000. It is proposed that the amount of HK\$120,000,000 standing to the credit of the Share Premium Account be cancelled ("Proposed Share Premium Reduction") and that the credit arising therefrom be transferred to the Contributed Surplus Account.

Reasons for the Proposed Share Premium Reduction

The Board considers that it is unnecessary to maintain the Share Premium Account at its current level. The Company is subject to the restrictions under the laws of Bermuda on the use of the funds standing to the credit of the Share Premium Account which, in summary, is limited to application towards crediting as fully paid bonus shares to be issued and paying the costs arising on the issue of Shares. The Contributed Surplus Account is a distributable reserve which is available to be applied by the Company in a more general manner as the Board may think fit, including but not limited to, payment of dividends to Shareholders and elimination of accumulated losses, if any. Therefore, the Proposed Share Premium Reduction and the subsequent transfer of the credit arising therefrom to the Contributed Surplus Account will increase the distributable reserve of the Company and give greater flexibility of the Company in making distributions to the Shareholders in the future. The Board believes that the Proposed Share Premium Reduction is in the interests of the Company and its Shareholders as a whole.

Effect of the Proposed Share Premium Reduction

The implementation of the Share Premium Reduction does not involve any reduction in the authorised or issued share capital of the Company nor does it involve any reduction in the nominal value of the Shares or the trading arrangements concerning the Shares. Save for the expenses incurred by the Company in relation to the Proposed Share Premium Reduction, the implementation of the Proposed Share Premium Reduction will not, in itself, have any material adverse effect on the underlying assets, liabilities, business operations, management or financial position of the Company or the interests of the Shareholders as a whole.

Conditions of the Proposed Share Premium Reduction

The Proposed Share Premium Reduction is conditional upon, inter alia, the following being fulfilled:

1. the passing of a special resolution by the Shareholders to approve the Proposed Share Premium Reduction at the AGM;
2. compliance with Section 46(2) of the Companies Act 1981 of Bermuda, including the publication of a notice of the Proposed Share Premium Reduction in an appointed newspaper in Bermuda on a date not more than thirty days and not less than fifteen days before the date on which the Proposed Share Premium Reduction become effective (the “Effective Date”); and
3. the Board having satisfied that on the Effective Date, there are no reasonable grounds for believing that the Company is, and after the Proposed Share Premium Reduction will be, unable to pay its liabilities as they become due.

Subject to the fulfilment of the above conditions, it is expected that the Effective Date of the Proposed Share Premium Reduction will be on the date of the AGM.

GENERAL

A circular containing, among other matters, details of the Proposed Share Premium Reduction, together with a notice of the AGM and the related proxy form, will be sent to the Shareholders as soon as practicable.

On behalf of the Board
Quam Limited
TSANG Chung Him
Company Secretary

Hong Kong, 19 June 2014

As at the date of this announcement, the board of directors of Quam Limited comprises three executive directors, namely Mr. Bernard POULIOT, Mr. Kenneth LAM Kin Hing and Mr. Richard David WINTER; and three independent non-executive directors, namely Mr. Kenneth YOUNG Chun Man, Mr. Robert CHAN Tze Leung and Mr. Robert Stephen TAIT.