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FRIENDTIMES

FRIENDTIMES INC.

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 6820)

**VOLUNTARY ANNOUNCEMENT
PROPOSED SHARE REPURCHASE
UNDER THE REPURCHASE MANDATE**

This announcement is made by FriendTimes Inc. (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company hereby announces that it intends to exercise its powers under the general mandate to repurchase (the “**Repurchase Mandate**”) shares of the Company (the “**Shares**”) granted by shareholders of the Company (the “**Shareholders**”) to the Directors pursuant to the written resolutions passed on 11 September 2019, to repurchase Shares in the open market at appropriate timing beginning from the date of this announcement and before the conclusion of the next annual general meeting. Under the Repurchase Mandate, the Company is allowed to repurchase a maximum of 220,000,000 Shares, being 10% of the Shares in issue immediately following the listing of the Shares on The Stock Exchange of Hong Kong Limited on 8 October 2019 (the “**Proposed Share Repurchase**”). Details of the Repurchase Mandate are set out in the prospectus of the Company dated 24 September 2019.

The financial position of the Group is currently solid and healthy. The Board considers that the current trading price of the Shares significantly undervalues the intrinsic value and business prospects of the Company. The Board believes the Proposed Share Repurchase and subsequent cancellation of the repurchased Shares could enhance the value of the Shares thereby improving the return to Shareholders. In addition, the Board believes that the Proposed Share Repurchase reflects the Company’s confidence in its long term business prospects and would ultimately benefit the Company and is in the best interests of the Company and the Shareholders as a whole.

Under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”), the repurchase price of each Share shall not be more than 5% higher than the average closing market price for the Shares over the 5 trading days immediately preceding each repurchase.

The Proposed Share Repurchase will be funded by the Company's internal resources. No repurchases would be made in circumstances that would have a material adverse impact on the working capital positions of the Company. The Company will conduct the Proposed Share Repurchase in compliance with the Repurchase Mandate, applicable provisions of the memorandum and articles of association of the Company, the Listing Rules, the Codes on Takeovers and Mergers and Share Buy-backs, the Companies Law of the Cayman Islands and all other applicable laws and regulations which the Company is subject to. The Proposed Share Repurchase shall not result in the number of the Shares held by the public falling below the relevant minimum public float requirement under the Listing Rules. Any Shares repurchased by the Company will be cancelled.

Shareholders of the Company and potential investors should note that the exercise of the Repurchase Mandate by the Company will be subject to market conditions and will be at the absolute discretion of the Board. There is no assurance of the timing, quantity or price of any share so repurchased or whether the Proposed Share Repurchase will proceed at all. **Shareholders and potential investors should exercise caution when dealing in the securities of the Company.**

By order of the Board
FriendTimes Inc.
Jiang Xiaohuang
Chairman and Executive Director

Hong Kong, 11 November 2019

As at the date of this announcement, the Board comprises Mr. Jiang Xiaohuang, Mr. Xu Lin, Mr. Wu Jie and Mr. Sun Bo as executive Directors; Mr. Zhu Wei, Ms. Tang Haiyan and Mr. Zhang Jinsong as independent non-executive Directors.