

8 December 2017

Cyprus Stock Exchange

ANNOUNCEMENT

Re: New Subscription Agreement with a strategic investor

With the current announcement, the Board of Directors (the “Board”) of G Entertainment Group Plc (the “Company”) would like to inform the investing public that the Company has concluded a new Subscription Agreement with the strategic investor Crystal Voyage Limited (“CV”) for the total amount of €170,232.05 (GBP 150,000).

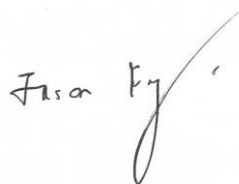
According to the agreement, the Company will issue and allot to CV a total of 1,351,048 new shares of the Company of nominal value €0.01 each (the “New Shares”) at the current market price of the Company of €0.126 per New Share; and the Board will take the necessary steps for the listing of the New Shares on the Emerging Companies Market (“ECM”) of the Cyprus Stock Exchange (“CSE”) where the titles of the Company are currently listed.

It is noted that the Board of Directors is authorized to issue and allot up to 10% of the authorized share capital of the Company to strategic investors pursuant to a resolution approved by the Extraordinary General Meeting of the shareholders of the Company on 24 March 2017.

CV is wholly owned by the Executive Chairman of the Company, Mr. Zheng Yongxiong and already participating in the Company share capital with a participation of 12.91%. After the issue of the New Shares, CV’s direct participation will amount to 13.08% and Mr. Zheng’s direct and indirect participation in the Company will amount to 44.24% of the share capital.

Part of the funding received by CV pursuant to the Agreement will be used to repay the first installment of the loan facility provided by an existing shareholder in October 2017, i.e. GBP 100,000 plus interest to-date, and the remaining amount will be used for the on-going obligations of the Company.

Kind regards,



Jason Fong
Executive Director G Entertainment Group Plc