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## **GLOBAL TOKEN LIMITED**

**環球通証有限公司**

*(continued in Bermuda with limited liability)*

**(Stock Code: 8192)**

### **PROFIT WARNING**

This announcement is made by Global Token Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (“**Directors**”) of the Company (“**Board**”) wishes to inform the shareholders of the Company (“**Shareholders**”) and potential investors that, based on a preliminary review of the latest available information including the unaudited consolidated management accounts of the Group for the year ended 31 December 2018 (the “**Current Year**”), it’s expect that the Group will record a significant increase in loss for the Current Year as compared to the loss of approximately HK\$57.6 million for the year ended 31 December 2017.

Based on information currently available to the Board, the expected loss for the Current Year was mainly attributable to (i) the accumulated loss on fair value change of the Group’s cryptocurrencies for the Current Year as a result of the crypto economy downturn from the second quarter of the Current Year; (ii) the research and development of blockchain technology related business resulted in a substantial increase in the Group’s administrative and operating expenses during the Current Year; (iii) the recognition of an impairment loss arising from the loss allowance on the expected credit losses of the trade receivables, other receivables, deposits and prepayments after adoption of Hong Kong Financial Reporting Standard 9 “Financial Instruments” that has changed the Group’s impairment model by replacing the Hong Kong Accounting Standard 39 “incurred loss model” to “expected credit

losses model” in the Current Year; (iv) the loss on disposal of subsidiaries during the fourth quarter of the Current Year; and (v) the one-off equity-settled share-based payments arising from the grant of share options during the Current Year.

Excluding the research and development of blockchain technology related business resulted in a substantial increase in the Group’s administrative and operating expenses, the abovementioned expenses are non-cash items. The Board is of the view that such loss has no adverse impact on the business operations and operating cash flows of the Group. The financial position of the Group remains sound.

The Company is still in the process of finalizing the consolidated results of the Group for the year ended 31 December 2018 (the “**Final Results**”). The information contained in this announcement is only based on the Board’s preliminary assessment of the unaudited consolidated management accounts of the Group and the information currently available which have not been audited by the auditor of the Company. The information contained in this announcement may be different from the Final Results of the Group to be published. Further details of the Group’s financial results will be disclosed as and when the Group publishes its results for the year ended 31 December 2018, which is expected to be published on 25 March 2019.

**Shareholders and potential investors should exercise caution when dealing in the shares of the Company.**

By Order of the Board  
**Global Token Limited**  
**Ma Jian Ying**

*Co-Chief Executive Officer and executive Director*

Hong Kong, 15 March 2019

*As at the date of this announcement, the board of Directors comprises Mr. Chen Ping, Ms. Ma Jian Ying, Mr. Tsang Chun Kit Terence and Mr. Wang An Zhong as executive Directors, Mr. Shi Guang Rong as a non-executive Director and Mr. Leung Wah and Ms. Wong Mei Ling as independent non-executive Directors.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the GEM website at [www.hkgem.com](http://www.hkgem.com) on the “Latest Company Announcements” page for at least 7 days from the date of its posting and on the Company website at [www.8192.com.hk](http://www.8192.com.hk).*