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深圳市明華澳漢科技股份有限公司

Shenzhen Mingwah Aohan High Technology Corporation Limited *

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 8301)

SUPPLEMENTAL ANNOUNCEMENT UPDATE ON REVIEW HEARING BY GEM LISTING COMMITTEE

Reference is made to (i) the announcement of Shenzhen Mingwah Aohan High Technology Corporation Limited* (深圳市明華澳漢科技股份有限公司) (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 23 December 2019 in relation to, amongst other things, the Decision of the Stock Exchange to suspend trading in the Shares pursuant Rule 9.04(3) of the GEM Listing Rules; (ii) the announcement of the Company dated 3 January 2020 in relation to, amongst other things, the Company’s submission to the Stock Exchange to apply for the Decision to be referred to the GEM Listing Committee for review; and (iii) the announcement of the Company dated 2 November 2020 in relation to, amongst other things, the Review Decision of the GEM Listing Committee’s to uphold the Decision ((i), (ii) and (iii) collectively, the “**Announcements**”). Unless otherwise defined, capitalised terms used herein shall have the same meaning as those defined in the Announcements.

The Company would like to supplement that the GEM Listing Committee arrived at the Review Decision for the following reasons:

1. The Company is principally engaged in the trading of card application systems and the provision of application development services in the PRC (the “**Card Business**”), and the trading of liquor products (the “**Wine Business**”).
2. For the Card Business, the GEM Listing Committee considered that the original manufacture and trading of card and non-card products ceased after the Group disposed of two major operating subsidiaries and all their production facilities, whilst the remaining trading of card application system and the provision of application development services only has a small number of contracts and recorded minimal revenue of RMB10.3 million with a segment loss of RMB2.0 million for the year ended 31 December 2019 (“**FY2019**”). The revenue generated from the Card Business for the six months ended 30 June 2020 (“**H12020**”) decreased significantly to RMB87,000

(unaudited) with a segment loss of RMB1.2 million (unaudited). In addition, the GEM Listing Committee is of the view that the Company failed to demonstrate how the profitability and the scale of operation of the Card Business can be improved and enhanced.

3. For the Wine Business, the GEM Listing Committee considered that viability and sustainability of the Wine Business has remained questionable in light of the small scale of operations where only one major wine product are being sold to a limited number of customers with minimal segment profit recorded. In addition, the Wine Business relies heavily on the Company's substantial shareholder for its operations, management experience, sourcing of wine products (including the expansion plan in diversifying and sourcing fruit wine in Australia) and customer distribution network. Having considered that (i) the Company recorded revenue of RMB40.0 million with a segment profit of RMB2.8 million and revenue of RMB10.0 million (unaudited) with a segment profit of RMB0.5 million (unaudited) for FY2019 and H12020, respectively, for the Wine Business; (ii) the Company's failure to address the GEM Listing Committee's concern as to the genuineness of certain transactions with subsidiaries of the substantial shareholder; and (iii) the absence of substantive progress in implementing the Company's expansion plans for the Wine Business, the GEM Listing Committee is of the view that the Company failed to demonstrate the substance of the Wine Business and how it could enhance the level of operation and/or the viability and sustainability of the Wine Business as a whole.
4. The GEM Listing Committee also noted the disclaimer of opinion by Company's auditors expressing its significant doubt on the Company's ability to continue as a going concern as reported in the Company's FY2019 financial statements, taking into account the Company's net loss of RMB37.4 million with a net cash used in operating activities of RMB15.4 million for FY2019 and net liabilities of RMB20.8 million as at 31 December 2019. The GEM Listing Committee considered that the Company failed to address the material uncertainties in relation to going concern and recorded a net loss of RMB0.5 million (unaudited) with a net cash generated from operating activities of RMB7.7 million (unaudited) for H12020 while its net liabilities amounted to RMB22.5 million (unaudited) as at 30 June 2020.

As mentioned in the Company's announcement date 2 November 2020, the Company has the right to have the Review Decision referred to the GEM Listing Review Committee for review under Chapter 4 of the GEM Listing Rules. The Company is considering further actions to be taken and will make further announcement if and when there is any material development on the matter or otherwise as required by the GEM Listing Rules.

The Board hereby reminds the shareholders and potential investors of the Company that: (i) the Company may or may not proceed with the review by the GEM Listing Review Committee; and (ii) the outcome of such review is uncertain, if undertaken.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

By order of the Board
Shenzhen Mingwah Aohan High Technology Corporation Limited
Zhang Tao
Chairman

Shenzhen, the PRC, 3 November 2020

* *For identification purposes only*

As at the date of this announcement, the executive Directors are Mr. Zhang Tao, Mr. Lang Yu and Mr. Liu Jianfeng; the non-executive Director is Mr. Zhou Liang Hao; and the independent non-executive Directors are Mr. Yu Xiuyang, Mr. Wei Wei and Mr. Chan Chun Kit.

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, (i) the information contained in this announcement is accurate and complete in all material aspects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at www.hkgem.com for at least 7 days of its posting.