

*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.*



陝西西北新技術實業股份有限公司  
**SHAANXI NORTHWEST NEW TECHNOLOGY  
INDUSTRY COMPANY LIMITED\***

*(a joint stock limited company incorporated in the People's Republic of China with limited liability)*  
**(Stock Code: 8258)**

**QUARTERLY UPDATE ON STATUS OF RESUMPTION**

This announcement is made by the board (the “**Board**”) of directors (the “**Directors**”) of Shaanxi Northwest New Technology Industry Company Limited (the “**Company**”) pursuant to Rule 17.26A of the Rules Governing the Listing of Securities on GEM (the “**GEM Listing Rules**”) of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

Reference is made to the following announcements of the Company: (i) the announcements dated 28 October 2020 and 26 November 2020, respectively, in relation to resumption guidance and additional resumption guidance from the Stock Exchange (the “**Resumption Guidance**”); (ii) the supplemental announcement dated 24 December 2020 in relation to the third quarter results for the nine months ended 30 September 2020 and update on business of the Company (the “**Business Update Announcement**”); and (iii) the announcements dated 20 January 2021 (the “**January 2021 Quarterly Update Announcement**”) and 20 April 2021, respectively, in relation to the quarterly update on status of resumption. Unless the context requires otherwise, capitalised terms used herein shall have the same meanings as defined in the Business Update Announcement and the January 2021 Quarterly Update Announcement.

**UPDATE ON BUSINESS OPERATIONS OF THE COMPANY**

The Renovation Work for the Company’s production line has been completed at the end of April 2021. The renovated production line, after comprehensive test run, has fulfilled the specified requirements and met the conditions for formal production. Trial production has commenced in mid of May 2021.

\* *For identification purposes only*

Following about a month of trial production, the production capacity of the Company's production line has reached over 50% of the designed production capacity at the end of June 2021 and an operating income of approximately RMB2.0 million was generated. With such progress, it is estimated that the production capacity of the Company's production line will reach more than 90% of its original production capacity by the end of August 2021 and be fully restored to its original production capacity by the end of 2021.

As at the date of this announcement, the Company has resumed normal purchase of raw materials to ensure the stable supply for its production. Meanwhile, the sale of the Company's products has recovered to its normal level. New customer base has been developed on the basis of the existing customers, which helps the Company to achieve its optimal zero inventory level.

### **AUDITED RESULTS FOR THE YEARS ENDED 31 DECEMBER 2019 AND 2020**

As at the date of this announcement, the Company has been proactively working with the Company's auditor with a view to resolving the issues concerning the audit work of the results for the years ended 31 December 2019 and 2020. At the same time, the Company has been in discussion with other auditors to explore alternative means to resolve such audit issues.

The Company will publish further announcements in due course to inform the shareholders, investors and other stakeholders of the expected dates of (i) the publication of the 2019 and 2020 Annual Results; and (ii) the despatch of the 2019 and 2020 Annual Reports as and when appropriate.

### **RESUMPTION PLAN**

Based on the resumption plan devised by the Company for satisfying the Resumption Guidance, (i) the Company has complied with the company secretary requirement under Rule 5.14 of the GEM Listing Rules with the appointment of Mr. Lee Kun Yin as company secretary on 30 April 2021; (ii) the Production Resumption has been implemented with a view to demonstrating compliance with Rule 17.26 of the GEM Listing Rules; and (iii) the Company has been striving for the publication of outstanding audited results required by the GEM Listing Rules as disclosed above. The Company will take other appropriate steps to remedy the issues resulting in its trading suspension and resume trading in the H shares of the Company as soon as practicable and, in any event, before the 12-month period under Rule 9.14A(1) of the GEM Listing Rules expires.

Further announcements will be made by the Company to update the shareholders, investors and other stakeholders on, among other things, the progress of the resumption plan of the Company in accordance with the GEM Listing Rules as and when appropriate.

## CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been suspended with effect from 21 October 2020 and will remain suspended until further notice.

By Order of the Board  
**Shaanxi Northwest New Technology Industry Company Limited**  
**Wang Cong**  
*Chairman*

Xi'an, the PRC, 20 July 2021

As at the date of this announcement, the Board comprises:

*Executive Directors:*

Mr. Wang Cong, Mr. Wang Feng, Mr. Zhou Jian and Ms. Tian Lingling

*Non-executive Director:*

Ms. Shi Dandan

*Independent non-executive Directors:*

Mr. Zhao Boxiang, Mr. Li Gangjian and Ms. Zhao Xiaoning

*This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the rules governing the listing of securities on GEM 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: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other facts the omission of which would make any content herein misleading; and (3) 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 be published and remain on the "Latest Company Announcements" page on the GEM website at [www.hkgem.com](http://www.hkgem.com) for at least 7 days from the day of its posting.*