

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.



GRAND BRILLIANCE GROUP HOLDINGS LIMITED

君百延集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8372)

**SUPPLEMENTAL ANNOUNCEMENT TO
THE ANNUAL REPORTS FOR
THE YEARS ENDED 31 MARCH 2020 AND 2021**

Reference is made to the prospectus of Grand Brilliance Group Holdings Limited (the “Company”, together with its subsidiaries, the “Group”) dated 19 March 2018 (the “Prospectus”) and the annual reports of the Company for the years ended 31 March 2020 and 2021 (the “Annual Reports”). Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Prospectus and the Annual Reports.

In addition to the information disclosed in the sections headed “Use of Proceeds” in the Annual Reports, the Board would like to provide additional information pursuant to GEM Rules 18.32(8) and 18.32A of the GEM Listing Rules in relation to the use of net proceeds of approximately HK\$31.2 million raised from the Share Offer as below:

For the year ended 31 March 2020

Description of proceeds	Actual net proceeds from the Share Offer <i>HK\$ million</i>	Unutilised Proceeds as at 31 March 2019 <i>HK\$ million</i>	Utilised for the year ended 31 March 2020 <i>HK\$ million</i>	Unutilised Proceeds as at 31 March 2020 <i>HK\$ million</i>	Actual business progress during the year ended 31 March 2020
Further penetrate the medical device market and enhance the market share	6.1	5.9	0.3	5.6	The Group has been participating in various local and international trade shows, exhibitions including Hospital Authority Convention, Hong Kong International Medical and Healthcare Fair and Pediatric Society Annual Scientific Meeting. The Group has re-designed and enhanced our website.
Expand the workforce	9.7	8.2	3.6	4.6	The Group has recruited and retained seven product representatives, two engineers, one warehouse staff, two R&D staff, one administration staff, one marketing staff and one accounting staff.
Selectively pursue opportunities for strategic acquisitions	7.7	7.7	—	7.7	The Group is in the process of identifying potential acquisition target with prudence.
Enhance the research and development and product development effort	1.3	1.3	0.1	1.2	The Group has recruited one software engineer to strengthen our product research and development capability and researching certain medical and healthcare automation solutions.
Upgrade the information technology systems	2.5	2.3	0.1	2.2	The Group has purchased some new hardwares and softwares and engaged an independent consultant to implement an enterprise resources planning system and upgrade the information technology infrastructure.
Maximise the warehouse space, establish the showroom and upgrade the functionality of office space	2.1	2.0	—	2.0	The Group is in the process of identifying a suitable place of showroom and suppliers for warehouse facilities improvement with prudence.
General working capital	1.8	0.9	0.9	—	N/A
	<u>31.2</u>	<u>28.3</u>	<u>5.0</u>	<u>23.3</u>	

For the year ended 31 March 2021

Description of proceeds	Unutilised	Utilised for	Unutilised	Actual business progress during the year ended 31 March 2021
	Proceeds as at 31 March 2020	the year ended 31 March 2021	Proceeds as at 31 March 2021	
	HK\$ million	HK\$ million	HK\$ million	
Further penetrate the medical device market and enhance the market share	5.6	0.1	5.5	The Group has re-designed and enhanced our website to include an e-commerce platform to serve our retail customers online.
Expand the workforce	4.6	4.6	—	The Group has recruited and retained seven product representatives, two engineers, one warehouse staff, two R&D staff, one administration staff, two marketing staff, one driver and one accounting staff.
Selectively pursue opportunities for strategic acquisitions	7.7	—	7.7	The Group is in the process of identifying potential acquisition target with prudence.
Enhance the research and development and product development effort	1.2	—	1.2	The Group has purchased some new hardware and software for research and development purpose.
Upgrade the information technology systems	2.2	0.1	2.1	The Group has purchased some new hardwares and softwares and engaged an independent consultant to implement an enterprise resources planning system and upgrade the information technology infrastructure.
Maximise the warehouse space, establish the showroom and upgrade the functionality of office space	2.0	0.3	1.7	The Group is in the process of identifying a suitable place of showroom and has installed racks to fully utilise the vertical space of our warehouses.
General working capital	—	—	—	N/A
	<u>23.3</u>	<u>5.1</u>	<u>18.2</u>	

Note: The application of the net proceeds from the Share Offer is based on the proposed percentage of utilisation as specified in the section headed “Future Plans and Use of Proceeds” in the Prospectus.

The supplementary information provided in this announcement does not affect other information contained in the Annual Reports and save as disclosed above, all other information in the Annual Reports remains unchanged.

By order of the Board
Grand Brilliance Group Holdings Limited
Wong Bik Kwan Bikie
Chairman and Chief Executive Officer

Hong Kong, 23 August 2021

As at the date of this announcement, the executive Director is Ms. Wong Bik Kwan Bikie; the non-executive Directors are Dr. Miu Yin Shun Andrew and Mr. Chiu Man Wai; and the independent non-executive Directors are Mr. Ng Leung Sing SBS, JP, Mr. Wong Lung Wo James, Mr. Chan Ping Keung and Mr. Chow Ming Po Aaron.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited 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 “Latest Company Announcements” page of the GEM website (www.hkgem.com) for at least seven days from the date of its publication and the website of the Company (www.grandbrilliancegroup.com).