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HON CORPORATION LIMITED
中國大健康建設產業有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 8259)

QUARTERLY UPDATE ON STATUS OF RESUMPTION

This announcement is made by Hon Corporation Limited (the “**Company**”, collectively with its subsidiaries, the “**Group**”) pursuant to Rule 17.10(2) and 17.26A of the Rules (the “**GEM Listing Rules**”) Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to (i) the announcement of the Company dated 30 March 2021 in relation to the delay in publishing the 2020 Annual Results and suspension of trading in the shares of the Company; (ii) the announcement of the Company dated 21 June 2021 in relation to the Resumption Guidance; (iii) the announcements of the Company dated 30 June, 9 July, 12 October and 25 October 2021 in relation to the quarterly update on status of resumption; (iv) the announcements of the Company dated 31 March, 5 May and 17 August 2021 in relation to, among others, delay in publishing of the 2020 Annual Results, delay in publishing of the 2021 First Quarterly Results and delay in publishing of 2021 Interim Results; (v) the announcement of the Company dated 4 January 2022 in relation to the additional resumption guidance and quarterly update on status of resumption; (vi) the announcement of the Company dated 20 January 2022 in relation to the appointment of executive directors and independent non-executive directors, change in composition of board committees, and change of authorized representative; and (vii) the announcement of the Company dated 17 March 2022 in relation to inside information (collectively, the “**Announcements**”). Unless otherwise stated, capitalized terms used in this announcement shall have the same meaning as those defined in the Announcements.

UPDATE ON RESUMPTION PROGRESS

Expected timetable in relation to the publishing of all outstanding financial results of the Group

The publishing of the 2020 Annual Results, the despatch of 2020 Annual Report, the publishing of the 2021 First Quarterly Results, the despatch of the 2021 First Quarterly Report, the publishing of the 2021 Interim Results, the despatch of the 2021 Interim Report, the publishing of the 2021 Third Quarterly Results, the despatch of the 2021 Third Quarterly Report, the publishing of the 2021 Annual Results and the despatch of 2021 Annual Report, have been delayed. The Company has been considering and exploring the possibility of change of auditors. In view of facilitating audit progress with a tight

schedule, the Company currently continues to discuss the unresolved audit issues in relation to 2020 Annual Results with Foo Kon Tan LLP. The change of auditors is expected to take place after the publication of 2020 Annual Results.

The progress and the expected timetable in relation to the publishing of all outstanding financial results of the Group are summarized as follow:

Expected timeframe	Key Events
By end of May 2022	<ul style="list-style-type: none">– Publication of the 2020 Annual Results and despatch of 2020 Annual Report– Publication of the 2021 First Quarterly Results and Report– Publication of the 2021 Interim Results and Report– Publication of the 2021 Third Quarterly Results and Report
Immediately after the publication of 2020 annual results	Publication of announcement of proposed change of auditors
Early June 2022	Publication of circular including but not limited to Change of Auditors
Late June 2022	Completion of change of auditors
Mid July 2022	<ul style="list-style-type: none">– Publication of the 2021 Annual Results and despatch of 2021 Annual Report– Publication of the 2022 First Quarterly Results and Report

Establishment of Independent Committee

The board (the “**Board**”) of directors (the “**Directors**”) of the Company announces that the Board has resolved to establish an independent committee (the “**Independent Committee**”). The Independent Committee comprising three directors including Mr. Hon Fung (being executive Director) and (Mr. Chow Yun Cheung and Mr. Wong Kai Hing (being independent non-executive Directors) has been established. The primary duties of the Independent Committee will be to handle and review the matters relating to the Possible Disclaimer.

Engagement of Independent Internal Control Adviser

Lincoln Edward CPA Limited has been engaged as the independent internal control adviser to the Company to conduct a review for the internal control system, identify material weaknesses and provide remedial actions. (the “**Internal Control Adviser**”) The Company is currently arranging and collaborating with the Internal Control Adviser.

Re-comply with Rules 5.05, 5.19, 5.24, 5.28 and 5.34 of the GEM Listing Rules

As disclosed in the announcement of the Company dated 20 January 2022, the Board further announced that with effect from 20 January 2022:

The Company has appointed Mr. Chen Siqing (“**Mr. Chen**”) as an executive Director, chairman of the Board and an authorized representative of the Company.

The Company has appointed Mr. Hon Fung (“**Mr. Hon**”) as an executive Director, an authorized representative and the compliance officer of the Company.

The Company has appointed Mr. Chow Yun Cheung (“**Mr. Chow**”) as an independent non-executive Director, a member of the audit committee (the “**Audit Committee**”), the remuneration committee (the “**Remuneration Committee**”) and the nomination committee (the “**Nomination Committee**”) of the Company.

The Company has appointed Mr. Wong Kai Hing (“**Mr. Wong**”) as an independent non-executive Director, the chairman of the Audit committee and a member of the Remuneration Committee and Nomination Committee.

The Company has appointed Ms. Luk Huen Ling Claire (“**Ms. Luk**”) (being an independent non-executive Director) as the chairman of each of the Remuneration Committee and the Nomination Committee and a member of the Audit Committee.

Following the appointment of Mr. Chen, Mr. Hon, Mr. Wong, Mr. Chow and Ms. Luk, the Company has fulfilled the requirements under the Rules 5.05, 5.19, 5.24, 5.28 and 5.34 of the GEM Listing Rules.

Resumption Deadline

As disclosed in the announcements of the Company dated 21 June 2021 and 4 January 2022, the Company is required to fulfil the Initial Resumption Guidance and additional resumption guidance imposed on 29 December 2021 by 30 March 2022 (the “**Resumption Deadline**”). As additional time is required for the Company to satisfy certain resumption guidance, mainly publishing of all outstanding financial results of the Group, the Company has submitted an extension application to the Stock Exchange on 30 March 2022, seeking an extension of the Resumption Deadline to 16 July 2022. Announcement(s) will be issued by the Company to update the Shareholders and potential investors the status of the extension application as and when appropriate.

The Company remains committed to the Resumption Guidance and will make further announcement as and when appropriate should there be any material development on the resumption guidance.

LATEST DEVELOPMENT

Statutory Demand

As disclosed in the announcement of the Company dated 17 March 2022, the Company received the Statutory Demand demanding the Company to settle an aggregate total amount of SGD2,419,388.08 (and interest continuing). If the Company fails to repay the Relevant Sum within 3 weeks after the service of the Statutory Demand, a winding-up order may be made in respect of the Company. In addition, the Company received a sealed copy of the Judgement handed down by the Court. Pursuant to the Judgement, the Court ordered, among other matters, that the Company to pay the Creditor: (1) the sum of SGD2,304,000 together with interest; (2) the sum of SGD2,000 together with interest; (3) damages for losses and expenses to be assessed; and (4) damages representing costs for the application to be assessed on indemnity basis.

CONTINUED SUSPENSION OF TRADING

Trading in the shares of the Company on the Stock Exchange has been suspended with effect from 9: 00 a.m. on 31 March 2021, and will remain suspended until further notice pending, among other matters, the finalisation of the outstanding financial results of the Group.

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

By Order of the Board
Hon Corporation Limited
Hon Fung
Executive Director

Hong Kong, 6 April 2022

As at the date of this announcement, the executive Directors are Mr. Chen Siqing and Mr. Hon Fung; the independent non-executive Directors are Mr. Chow Yun Cheung, Ms. Luk Huen Ling Claire and Mr. Wong Kai Hing.

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 Listed Company Information” page on the GEM website at www.hkgem.com for a minimum period of 7 days from the date of its publication and on the Company’s website at www.irasia.com/listco/hk/honcorp.