

*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.*

## **CL GROUP (HOLDINGS) LIMITED**

### **昌利（控股）有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 8098)**

#### **SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2023 AND INTERIM REPORT FOR 6 MONTHS ENDED 30 SEPTEMBER 2023**

Reference is made to the annual report of CL Group (Holdings) Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) for the year ended 31 March 2023 (the “**Annual Report**”) and the interim report for the 6 months ended 30 September 2023 (the “**Interim Report**”). Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Annual Report and Interim Report.

The Board would like to provide the following additional information and clarification relating to the impairment of loan receivables disclosed on page 70 and 95 of the Annual Report and on page 21 and 22 of the Interim Report:

The Group has a policy for reviewing impairment of loan receivables which do not have sufficient collateral and those with default or delinquency in interest or principal payment. The assessment is based on an evaluation of the collectability and aging analysis of the accounts and on management’s judgement, including current credit-worthiness, collateral’s value and past collection history of each customer.

The Group categorized doubtful loan receivables into Stage 1, Stage 2 and Stage 3. Stage 1 loans had been outstanding for 1-3 years and there had been overdue repayments but the amount of collateral were sufficient to cover the outstanding amounts. Stage 2 loans had been outstanding for up to 5 years and there had been overdue repayments and the amount of collateral were not sufficient to cover the outstanding amounts but there was adequate evidence to show that the borrowers had sufficient resources to repay the outstanding amount. Stage 3 loans had been outstanding for over 5 years and there had been overdue repayments and the amount of collateral were not sufficient to cover the outstanding amounts and there was no evidence to show that the borrowers had sufficient resources to repay the outstanding amount. The Board then assessed the impairment loss based on the expected credit loss assessments prepared by an independent valuer engaged by the Group for the financial year 2020-21. The Group has adopted the same valuation model for expected credit loss assessments for financial year 2021-22 and 2022-23 as the Group

considered that there had been no significant change in the relevant parameters.

### Annual Report

An impairment loss of HK\$33,849,805 was made for the year. Movements of the different stages of loan receivables were set out on page 95 of the Annual Report. The Board would like to clarify that, by inadvertent mistake, the loan receivables in the amount of HK\$165,377 was put under Stage 1 which should have been placed under Stage 2. The total loss allowance of HK\$33,849,805 for the year remained unchanged. Loan receivables in the total amount of HK\$26,210,585 were categorized as Stage 3 as the borrowers had failed to respond to legal demand letters during the period and the Group recognized total loss of such outstanding receivables, which represented three loans to two borrowers which had been outstanding between one to six years.

### Interim Report

An impairment loss of HK\$17,208,270 was made for the 6 month period, all of which arose from loan receivables categorized as Stage 3 as the borrowers had failed to respond to legal demand letters during the period. The Group recognized total loss of the outstanding receivables based on the same impairment assessments adopted in the Annual Report, which represented four loans to four borrowers which had been outstanding between one to four years.

By Order of the Board of  
**CL Group (Holdings) Limited**  
**Kwok Kin Chung**  
*Executive Director*

Hong Kong, 19 December 2023

The Directors of the Company as at the date of this announcement are:-

*Executive Directors:*

**Mr. Kwok Kin Chung (Chief Executive Officer)**

**Mr. Lau Kin Hon**

**Ms. Yu Linda**

*Independent non-executive Directors:*

**Mr. Poon Wing Chuen**

**Mr. Wang Rongqian**

**Mr. Song Guangyuan**

*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 “Latest Listed Company Information” page of the Stock Exchange website at [www.hkexnews.hk](http://www.hkexnews.hk) for 7 days from the date of its posting and on the Company’s website at [www.cheongleesec.com.hk](http://www.cheongleesec.com.hk)*