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中國信息科技發展有限公司

CHINA INFORMATION TECHNOLOGY DEVELOPMENT LIMITED

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 08178)

**SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO
DISCLOSEABLE TRANSACTION DISPOSAL OF
100% INTERESTS IN A SUBSIDIARY**

Reference is made to the announcement of China Information Technology Development Limited (the “**Company**”) dated 29 December 2025 in relation to the entering into the Disposal Agreement in relations to the disposal of 100% interest in the Target Company (the “**Announcement**”). This announcement is made to provide supplemental information in relation thereto. Unless otherwise defined, capitalized terms in this announcement shall have the same meanings as those defined in the Announcement.

The Company would like to supplement the basis of the consideration and the reason for the Disposal as follows:

Considering that the trading volume for the trading days last month was mostly under ten thousands US dollars and the share price of GEGHL has remained soft in the preceding year while the Company would like to focus and put more resources to develop its principal businesses as stated in the Announcement, the Company has been seeking an opportunity to realise the value of Target Company yet the Purchaser was the sole party approached.

As at the date Disposal Agreement, the closing price of the shares of GEGHL was approximately US\$0.435 per share, the market value of the 1,600,000 GEGHL shares held by the Target Company was approximately HK\$5.4 million and the net assets value of the Target Company was approximately HK\$5,794,000. As at 24 December 2025 and the date of Disposal Agreement, the closing price of GEGHL per share was US\$0.523 and US\$0.4607 respectively. The fair values in the book of Target Company as at 24 December 2025 and the date of Disposal Agreement were HK\$6,527,000 and HK\$5,750,000. The decrease in net assets was due to the decrease in value of GEGHL.

The Sale Loans of HK\$34,865,000 consists of (i) the investment cost in an associate in 2015 of HK\$80,364,000 net of the sale proceeds of the disposal of the investment (“**Disposal of Associate**”) during 2017 and 2018 of HK\$52,650,000; (ii) the investment in GEGHL of HK\$7,000,000; and (iii) the administrative and annual expenses during the years of HK\$151,000. Regarding (i) above, the loss was recognised in the consolidated financial statements during the Disposal of Associate. As the Target Company was an investment vehicle for the Group, there are no terms for the fund advance.

The Consideration at HK\$4,000,000 represents a 30.96% discount on the net asset value of the Target Company. The net liabilities of the Target Company as at 24 December 2025 was approximately HK\$28,294,000. Taking into account the sale loan of approximately HK\$34,865,000, the adjusted net assets would be approximately HK\$6,571,000. As the cost of investment in GEGHL is sunk cost and that such investment is depreciating with an expectation of continuing downward pressure, the Disposal would help the Company to cash in the investment in order to avoid further losses.

The market value and liquidity environment for GEGHL were materially constrained to potential investor appetite and the market capitalization of GEGHL had decreased significantly by around 85% over the preceding year. As at 22 January 2026, the closing price of the GEGHL shares has dropped to USD0.3655 per share, the market value of the 1,600,000 GEGHL shares held by the Target Company was approximately HK\$4,561,000 and the net assets value of the Target Company was approximately HK\$4,606,000, which was approximately 21% decrease of its net asset value on the date of Disposal Agreement. Given the difficulty to secure interested investors of the Target Company and the unpromising stock price trend of GEGHL, the Board considered that the Disposal was an appropriate timing to cease future loss and additional injection of operation fund of the Target Company. The Board considers that such one-off loss is acceptable in light of (i) the elimination of future potential losses, and (ii) the ability to redeploy capital and management attention to main businesses for better returns with reduced administration cost in relation to the Disposal.

Given the factors above, the Directors consider the Disposal and the Consideration thereunder are fair and reasonable and in the interests of the Shareholder and the Company.

Save as disclosed above, all the information in the Announcement remains unchanged.

By Order of the Board
China Information Technology Development Limited
Wong King Shiu, Daniel
Chairman and Chief Executive Officer

Hong Kong, 2 February 2026

As at the date of this announcement, the Board comprises Mr. Wong King Shiu, Daniel (Chairman and Chief Executive Officer), Mr. Chu Joshua Allen Kiu Wah and Mr. So Han Meng Julian as executive Directors; Mr. Li Sai Wing, MH, JP and Ms. Leung Kar Ming, MH as non-executive Directors; Mr. Wong Hoi Kuen, Mr. Chu Wun Chiu and Ms. Do Do Chan as independent non-executive Directors.

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 be available on the Company's website <http://www.citd.com.hk> and will remain on the "Latest Listed Company Information" page on the Stock Exchange website at <http://www.hkexnews.hk> for at least 7 days from the date of its publication.