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Grandshores Technology Group Limited
雄岸科技集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1647)

**ACQUISITION OF 40% EQUITY INTEREST IN
HANGZHOU YUPU TRADING CO., LTD.**

The board (the “Board”) of directors (the “**Directors**”) of Grandshores Technology Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) is pleased to announce that on 25 April 2019 (after trading hours), Grandshores Technology (Hong Kong) Limited (“**GSHK**”, a wholly owned subsidiary of the Company) and a third party (the “**Vendor**”) entered into an equity transfer agreement (the “**Agreement**”) relating to Hangzhou Yupu Trading Co., Ltd.* (杭州舜樸貿易有限公司) (the “**Target Company**”). Pursuant to the Agreement, GSHK has conditionally agreed to purchase and the Vendor has conditionally agreed to sell 40% equity interest in the Target Company for a consideration of RMB4,000,000 (the “**Acquisition**”). In accordance with the Agreement, GSHK shall pay RMB2,000,000 to the Vendor as earnest money (the “**Earnest Money**”) within 20 working days after entering into the Agreement. If the completion of equity transfer of the Target Company will not be taken place by GSHK and the Vendor before 25 July 2019, the Earnest Money will be returned to GSHK. If the completion of equity transfer of the Target Company will be taken place by GSHK and the Vendor before 25 July 2019, the Earnest Money will be applied as partial payment of the purchase consideration.

The Target Company was established in the People’s Republic of China in December 2016 with a registered capital of RMB10,000,000. It has entered into a framework agreement with Crops Research Institute of Heilongjiang Academy of Agricultural Sciences* (黑龍江省農業科學院經濟作物研究所) (“**CRIHAAS**”) relating to the transfer of right to use LongDaMa No. 5* (龍大麻5號) for twelve months from 10 April 2019 to 10 April 2020 (“**Framework Agreement**”). Pursuant to the Framework Agreement, CRIHAAS will provide the Target Company with 1,600 kilograms of LongDaMa No. 5 seeds with bud rate of not less than 85%, clarity of not less than 95% and purity of not less than 90%. It estimates that the planting area for the aforesaid 1,600 kilograms seeds shall reach 40,000 mu.

To the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, the Vendor is not a connected person (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”)) of the Company.

* *for identification purposes only*

Upon completion of the Acquisition, the Group will own 40% equity interest in the Target Company and the Target Company will become an indirect non-wholly owned subsidiary of the Company.

The Board considers that the Acquisition will provide a good foundation for the Group to carry out hemp cultivation and processing businesses and lay out the industrial chain of hemp businesses in Heilongjiang. The Board believes that the Acquisition is in the interests of the Company and its shareholders as a whole.

Based on all applicable percentage ratios, the Acquisition does not constitute a notifiable transaction for the Company under Chapter 14 of the Listing Rules. The Company will make further announcement(s) and will comply with the applicable provisions under the Listing Rules relating to the Acquisition if and when appropriate.

By order of the Board
Grandshores Technology Group Limited
Yao Yongjie
Co-Chairman and Executive Director

Hong Kong, 25 April 2019

As at the date of this announcement, the Board comprises Mr. Yao Yongjie, Mr. Li Xiaolai and Mr. Zou Chendong as executive Directors; Mr. Chua Seng Hai and Ms. Lu Xuwen as non-executive Directors; and Mr. Chu Chung Yue, Howard, Dr. Zhang Weining and Mr. Yu Wenzhuo as independent non-executive Directors.