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POWERLONG
宝龙

POWERLONG REAL ESTATE HOLDINGS LIMITED
寶龍地產控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1238)

SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2019

References are made to (i) the announcements of Powerlong Real Estate Holdings Limited (the "**Company**") dated 15 October 2019, 17 October 2019 and 23 October 2019 in relation to the placing of existing shares and top-up subscription of new shares under general mandate (collectively, the "**Placing Announcements**"); and (ii) the annual report of the Company for the year ended 31 December 2019 published on 31 March 2020 (the "**2019 Annual Report**"). Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as those defined in the Placing Announcements and the 2019 Annual Report.

As disclosed in the Placing Announcements and the 2019 Annual Report, gross proceeds from the Placing was approximately HK$791,640,000 and the net proceeds (after deducting all applicable costs and expenses) of the Placing was approximately HK$781,378,000 (the "**Net Proceeds**"). As stated in the Placing Announcements, the Net Proceeds were intended for possible business development or investments in the future when opportunities arise and as general working capital of the Group. As at 31 December 2019, the Net Proceeds had been applied and fully utilized in compliance with the intended use.

Details of the use of the Net Proceeds as at 31 December 2019 are as follows:

	Intended use of the Net Proceeds	Actual use of the Net Proceeds	Unutilized Net Proceeds as at 31 December 2019
Possible business development or investments	HK$740,813,000, approximately 95% of the Net Proceeds	HK$740,813,000 were utilized for the purpose of acquiring land parcels.	Nil
General working capital of the Group	HK$40,565,000, approximately 5% of the Net Proceeds	HK$40,565,000 were utilized for general working capital of the Group, including staff costs, general office expenses and tax expenses.	Nil

The additional information does not affect other information contained in the 2019 Annual Report. Save as disclosed above, the remaining contents of the 2019 Annual Report remain unchanged.

By Order of the Board
Powerlong Real Estate Holdings Limited
Hoi Kin Hong
Chairman

Hong Kong, 21 August 2020

As at the date of this announcement, the executive Directors are Mr. Hoi Kin Hong, Mr. Hoi Wa Fong, Mr. Xiao Qing Ping, Ms. Shih Sze Ni Cecilia and Mr. Zhang Hong Feng; the non-executive Director is Ms. Hoi Wa Fan; and the independent non-executive Directors are Dr. Ngai Wai Fung, Dr. Mei Jian Ping and Dr. Ding Zu Yu.