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## **CHINA SAITE GROUP COMPANY LIMITED**

**中國賽特集團有限公司**

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

**(Stock Code: 153)**

### **QUARTERLY UPDATE ON SUSPENSION OF TRADING**

This announcement is made by China Saite Group Company Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 and Rule 13.24A of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”), and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to the announcements of the Company dated 22 June 2020, 22 July 2020, 8 September 2020, 30 September 2020, 23 October 2020, 19 November 2020, 8 December 2020 and 28 December 2020 (the “**Announcements**”) in relation to, among others, the suspension of trading in the shares of the Company on the Stock Exchange pending the publication of the annual results of the Group for the year ended 31 December 2019, the resumption guidance and additional resumption guidance issued by the Stock Exchange (the “**Resumption Guidance**”), and the winding up petitions against the Company. Unless otherwise defined, capitalised terms used herein shall have the same meanings as defined in the Announcements.

#### **BUSINESS UPDATE**

In respect of the Group’s business operations, the Group has continued its operations notwithstanding the suspension of trading in the shares of the Company.

As at the date of this announcement, construction projects undertaken by the Group are still progressing normally despite the impact of COVID-19.

The Group will continue to proactively seek for new potential business opportunities, with the aim of broadening its source of income and maximising return to the shareholders. The Group will make announcement(s) to update its shareholders and investors of any major developments in the business operations of the Group as and when appropriate.

## UPDATES ON RESUMPTION PROGRESS

The Company is taking appropriate steps to fulfill the Resumption Guidance, the status of resumption since the suspension of trading in the shares of the Company are summarised as follows:

### Independent investigation

The Company wishes to inform the shareholders of the Company and potential investors that the independent board committee of the Board of Directors of the Company (the “**Independent Board Committee**”), which comprises of Mr. Choi Ho Yan (Chairman of the Independent Board Committee), Mr. Yan Hualin and Mr. Siu Siu Ling, Robert (Members of the Independent Board Committee), has been conducting a review of the issues identified in the Resignation Letter and other matters which have arisen during the course of the review (the “**Independent Investigation**”). The Independent Board Committee has engaged its own legal advisers (the “**Independent Legal Adviser**”) to provide legal advice to the Independent Board Committee on matters relating to the Independent Investigation, and through the Independent Legal Adviser, has engaged an independent consultant to provide professional services and assistance.

### Independent internal control review

The Company has engaged an internal control consultant (the “**Internal Control Consultant**”) to conduct an internal control review of the Company and to prepare an internal control report (the “**Internal Control Report**”). The Internal Control Consultant is currently working on the Internal Control Report.

The Company will make further announcement(s) in respect of the findings of the Internal Control Report as and when appropriate.

### Financial results

The auditors of the Company, McMillan Woods (Hong Kong) CPA Limited, was appointed on 19 November 2020 and is in the process of carrying out audit procedures in respect of the audit of the financial results of the Group for the year ended 31 December 2019 (the “**2019 Annual Results**”).

The Company will publish further announcements as and when appropriate to inform its shareholders regarding the date of publication of the 2019 Annual Results, interim results of the Group for the six months ended 30 June 2020 (the “**2020 Interim Results**”) and the audited financial results for the year ended 31 December 2020 (the “**2020 Annual Results**”) Annual Results and the despatch of the Annual Reports for the 2019 Annual Results and the 2020 Annual Results and the Interim Report for the 2020 Interim Results.

## **Winding-Up Petitions**

References are made to the announcements of the Company dated 8 September 2020, 23 October 2020, 16 November 2020, 2 December 2020, 11 December 2020 and 22 January 2021. The Company has reached a settlement with the petitioner of HCCW 192 of 2020, and the petition has been withdrawn at the hearing on 27 January 2021. As at the date of this announcement, there are currently five outstanding petitions filed against the Company under the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Chapter 32 of the Laws of Hong Kong) that have yet to be withdrawn or dismissed. The Company is in the course of discussing settlement arrangement or seeking legal advice on the outstanding petitioner.

The Company will keep its shareholders and the public informed of any material development in connection with the winding-up petitions and will make further announcement(s) as and when appropriate.

As at the date of this announcement, no winding-up order has been made against the Company and the winding-up petitions have no material adverse impact on the daily operations of the Company.

For the other requirements under the Resumption Guidance, the Company is taking necessary steps to fulfil such requirements and will keep its shareholders and the public informed of the latest developments by making further announcement(s) as and when appropriate.

## **CONTINUED SUSPENSION OF TRADING IN SHARES**

Trading in the shares of the Company on the Stock Exchange has been suspended with effect from 9:00 a.m. on 22 June 2020 and will remain suspended until further notice.

By order of the Board  
**China Saite Group Company Limited**  
**Jiang Jianqiang**  
*Chairman*

Hong Kong, 26 March 2021

*As at the date of this announcement, the executive directors of the Company are Mr. Jiang Jianqiang, Mr. Shao Xiaoqiang, Mr. Xu Fanghua, Mr. Liu Zhibo and Mr. Hua Gang; and the independent non-executive directors are Mr. Xu Jiaming, Mr. Yan Hualin, Mr. Wu Zhongxian, Mr. Choi Ho Yan and Mr. Siu Siu Ling, Robert.*