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**B & D Strategic Holdings Limited**

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

**(Stock Code: 1780)**

**SUPPLEMENTAL ANNOUNCEMENT  
IN RELATION TO  
THE ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2020**

References are made to the section headed “Future Plans and Use of Proceeds” of the prospectus (the “**Prospectus**”) dated 13 April 2019 of B & D Strategic Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) in relation to the listing of the Company (the “**Listing**”) and the annual report of the Company for the year ended 31 March 2020 published on 30 July 2020 (the “**2020 Annual Report**”). Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Prospectus and the 2020 Annual Report, respectively.

As disclosed in the 2020 Annual Report, among the net proceeds of approximately HK\$96.7 million raised from the Listing, approximately HK\$87.1 million had been utilized for the year up to 31 March 2020 with approximately HK\$9.6 million remained unused as at 31 March 2020 (the “**Unused Amount**”).

## USE OF PROCEEDS

In addition to the information disclosed in the section headed “Management Discussion and Analysis — Comparison of Business Objectives with Actual Business Progress and Use of Proceeds” in the 2020 Annual Report, the Board would like to provide additional information pursuant to paragraphs 11(8)(b) and 11A of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in relation to the expected timeline for the usage of the Unused Amount as follows:

	<b>Planned use of proceeds</b>	<b>Actual usage from the Listing Date to 31 March 2020</b>	<b>Unused Amount up to 31 March 2020</b>	<b>Expected timeline for full utilisation of the Unused Amount</b> <i>(Notes 1 &amp; 2)</i>
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	
Strength our financial position	77,428	77,428	—	N/A 31 March 2022
Expanding our workforce	10,840	1,247	9,593	
Enhancing our machinery fleet — Replacing NRMM exempted machinery	4,162	4,162	—	N/A
General working capital	4,355	4,355	—	N/A
	<u>96,785</u>	<u>87,192</u>	<u>9,593</u>	

### Notes:

1. The use of proceeds for expanding our workforce was behind the schedule than that as disclosed in the section headed “Future Plans and Use of Proceeds” of the Prospectus was mainly because (i) the Group encountered unexpected difficulties in recruiting suitable and qualified candidates to suit the relevant positions notwithstanding advertisements had been placed; and (ii) uncertainties arose from the social events since the third quarter of 2019 and the outbreak of the COVID-19 since early 2020 cause a slowdown in economy that made the Group prudent in the workforce expansion.
2. The expected timeline for utilising the Unused Amount is based on the best estimation of the future market condition made by the Group. It is subject to change based on the current and future development of the market condition.

Save as disclosed above, no material delay or change in the use of proceeds as disclosed in the Prospectus was noted and expected.

The Board confirmed that there will not be any change to the original intended use of the proceeds or the allocated amount as disclosed in the Prospectus, and as at the date of this supplemental announcement, the Company intends to use the Unused Amount in the same manner and proportions as described in the Prospectus. In the event there be any further material delay or change in the use of proceeds as disclosed in the Prospectus, a further announcement will be made by the Company as and when appropriate.

The above supplemental information does not affect other information contained in the 2020 Annual Report and save as disclosed above, all other information therein remains unchanged.

By Order of the Board  
**B & D Strategic Holdings Limited**  
**Tang Wing Kwok**  
*Chairman and Executive Director*

Hong Kong, 19 August 2021

*As at the date of this announcement, the Board comprises Mr. Tang Wing Kwok and Mr. Lo Wing Hang as executive Directors; and Mr. Yeung Tze Long, Mr. Chan Pui Hang Ian and Mr. Cheung Ting Kin as independent non-executive Directors.*