

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



TONGDA HONG TAI HOLDINGS LIMITED

通達宏泰控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2363)

**INTERIM RESULTS ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2021**

HIGHLIGHTS

- Revenue of the Group decreased by approximately 10.7% to approximately HK\$167.8 million for the six months ended 30 June 2021 (six months ended 30 June 2020: approximately HK\$188.0 million).
- The Group recorded a net loss for the six months ended 30 June 2021 of approximately HK\$44.5 million (six months ended 30 June 2020: approximately HK\$31.4 million).
- Basic and diluted loss per share for the six months ended 30 June 2021 was approximately HK22.12 cents (six months ended 30 June 2020: approximately HK16.59 cents).

The board (the “Board”) of directors (the “Directors”) of Tongda Hong Tai Holdings Limited (the “Company”) hereby announces the unaudited condensed consolidated financial statements of the Company and its subsidiaries (collectively, the “Group” or “We”) for the six months ended 30 June 2021 (the “Period”) together with comparative figures for the corresponding period as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

	<i>Notes</i>	Unaudited	
		Six months ended 30 June	
		2021	2020
		HK\$'000	HK\$'000
REVENUE	4	167,772	188,011
Cost of sales		<u>(165,845)</u>	<u>(178,624)</u>
Gross profit		1,927	9,387
Other income		889	1,026
Selling and distribution expenses		(4,244)	(4,284)
General and administrative expenses		(35,135)	(29,231)
Other operating expense, net		(5,016)	(2,734)
Finance costs		<u>(2,942)</u>	<u>(5,535)</u>
LOSS BEFORE TAX	5	(44,521)	(31,371)
Income tax expense	6	<u>–</u>	<u>–</u>
LOSS FOR THE PERIOD ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		<u>(44,521)</u>	<u>(31,371)</u>
LOSS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY			
Basic and diluted	8	<u>(HK22.12 cents)</u>	<u>(HK16.59 cents)</u>

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE
INCOME**

	Unaudited	
	Six months ended 30 June	
	2021	2020
	<i>HK\$'000</i>	<i>HK\$'000</i>
LOSS FOR THE PERIOD	(44,521)	(31,371)
OTHER COMPREHENSIVE INCOME/(EXPENSE)		
Other comprehensive income/(expense) that may be reclassified to the income statement in subsequent periods:		
Exchange differences on translation of a foreign operation	<u>(90)</u>	<u>2,229</u>
TOTAL COMPREHENSIVE EXPENSE FOR THE PERIOD ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY	<u>(44,611)</u>	<u>(29,142)</u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited 30 June 2021 HK\$'000	Audited 31 December 2020 HK\$'000
	<i>Notes</i>		
NON-CURRENT ASSETS			
Property, plant and equipment	9	31,273	34,765
Right-of-use assets		3,022	3,772
Long term deposits		1,668	2,191
		35,963	40,728
CURRENT ASSETS			
Inventories	10	306,595	278,148
Trade and bills receivables	11	152,874	241,613
Prepayments, deposits and other receivables		20,967	13,338
Tax recoverable		876	869
Restricted bank balances		3,529	2,282
Cash and bank balances		10,520	34,917
		495,361	571,167
CURRENT LIABILITIES			
Trade payables	12	138,578	153,147
Other payables and accruals		36,531	29,811
Interest-bearing bank borrowings		72,153	194,649
Loans from related parties	13	164,516	78,475
Lease liabilities		1,578	2,639
		413,356	458,721
NET CURRENT ASSETS		82,005	112,446
TOTAL ASSETS LESS CURRENT LIABILITIES		117,968	153,174
NON-CURRENT LIABILITIES			
Lease liabilities		6,830	9,143
Net assets		111,138	144,031

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(CONTINUED)

	Unaudited	Audited
	30 June	31 December
	2021	2020
<i>Notes</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
EQUITY		
Equity attributable to equity holders of the Company		
Issued capital	2,269	1,891
Reserves	108,869	142,140
	<hr/>	<hr/>
Total equity	111,138	144,031
	<hr/>	<hr/>

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The Company is a limited liability company incorporated in the Cayman Islands. The registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands.

The principal activity of the Company is investment holding. The Company's subsidiaries are principally involved in the manufacture and sale of casings of notebook. There were no significant changes in the nature of the subsidiaries' principal activities during the Period.

2. BASIS OF PRESENTATION

The unaudited condensed consolidated interim financial statements (the "Interim Financial Statements") have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules (the "Listing Rules") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and with Hong Kong Accounting Standards ("HKASs") No. 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The Interim Financial Statements should be read in conjunction with the annual financial statements for the year ended 31 December 2020.

3. ACCOUNTING POLICIES

The accounting policies and basis of preparation adopted are consistent with those adopted in the Group's financial statements for the year ended 31 December 2020, except for the adoption of the following revised Hong Kong Financial Reporting Standards ("HKFRSs") for the first time for the current period's financial information.

Amendments to HKFRS 9,
HKAS 39, HKFRS 7,
HKFRS 4 and HKFRS 16

Interest Rate Benchmark Reform – Phase 2

The adoption of the above revised HKFRSs has had no significant financial effect on the Group's condensed consolidated interim financial information.

4. OPERATING SEGMENT INFORMATION

The Group is principally engaged in the manufacturing and the sales of the casings of notebooks. Almost all of the Group's products are of a similar nature and subject to similar risks and returns. Accordingly, the Group's operating activities are attributable to a single reportable operating segment.

In addition, the Group's revenue, expenses, results, assets and liabilities and capital expenditures are predominantly attributable to a single geographical region, Mainland China, which is the Group's principal place of business and operations. Therefore, no analysis by geographical region is presented.

Information about major customers

Revenue derived from sales to individual customers which contribute over 10% of the total revenue of the Group is as follows:

	Unaudited	
	Six months ended 30 June	
	2021	2020
	HK\$'000	HK\$'000
Customer A	54,956	65,133
Customer B	39,784	52,951
Customer C*	–	25,512
	<u>94,740</u>	<u>143,596</u>

* Revenue from the sales to Customer C accounted for less than 10% of the total revenue of the Group for the Period.

5. LOSS BEFORE TAX

The Group's loss before tax is arrived at after charging/(crediting):

	Unaudited	
	Six months ended 30 June	
	2021	2020
	HK\$'000	HK\$'000
Cost of inventories sold	165,845	178,624
Depreciation of property, plant and equipment	5,523	10,070
Depreciation of right-of-use assets	918	2,387
Research and development costs	12,188	9,182
Salaries and wages	29,928	24,943
Foreign exchange differences, net	<u>4,799</u>	<u>2,734</u>

6. INCOME TAX

No provision for Hong Kong profits tax has been made as the Group did not generate any assessable profits arising in Hong Kong during the Period (six months ended 30 June 2020: Nil). No provision for profits tax in Mainland China has been made as the Group did not generate any assessable profits in Mainland China during the Period.

Pursuant to the Corporate Income Tax Law of the People's Republic of China (the "PRC") being effective on 1 January 2008, the income tax unified at 25% for all enterprises in Mainland China.

通達宏泰科技(蘇州)有限公司(Tongda HT Technology (Suzhou) Company Limited), as a High New Technology Enterprise, was subject to a preferential tax rate of 15% starting from the year ended 31 December 2019 for three years.

There are no income tax consequences attaching to the payment of dividends by the Company to its shareholders.

	Unaudited	
	Six months ended 30 June	
	2021	2020
	HK\$'000	HK\$'000
Total current tax charge for the period from Mainland China	<u> -</u>	<u> -</u>

7. DIVIDENDS

The Directors do not recommend the payment of any interim dividend for the Period (six months ended 30 June 2020: Nil).

8. LOSS PER SHARE

The calculations of basic and diluted loss per share are based on:

	Unaudited	
	Six months ended 30 June	
	2021	2020
	HK\$'000	HK\$'000
Loss:		
Loss for the period attributable to owners of the Company used in the basic and diluted loss per share calculation	<u>44,521</u>	<u>31,371</u>
Number of shares:		
Weighted average number of ordinary shares for the purpose of basic and diluted loss per share calculation	<u>201,295,638</u>	<u>189,115,638</u>

The weighted average number of ordinary shares used in calculation includes 37,800,000 newly issued ordinary shares from the placing of new ordinary shares under the general mandate on 3 May 2021 and 189,115,638 ordinary shares have been issued on 1 January 2021.

The Group had no potentially dilutive ordinary shares in issue during the Period and for the six months ended 30 June 2020.

9. PROPERTY, PLANT AND EQUIPMENT

During the Period, the Group acquired property, plant and equipment of approximately HK\$2,189,000 (six months ended 30 June 2020: approximately HK\$1,646,000).

10. INVENTORIES

	Unaudited	Audited
	30 June	31 December
	2021	2020
	HK\$'000	HK\$'000
Raw materials	34,094	48,613
Work in progress	201,193	138,611
Finished goods	<u>71,308</u>	<u>90,924</u>
	<u>306,595</u>	<u>278,148</u>

11. TRADE AND BILLS RECEIVABLES

	Unaudited	Audited
	30 June	31 December
	2021	2020
	HK\$'000	HK\$'000
Trade receivables	153,596	236,410
Impairment	(1,871)	(1,857)
	<u>151,725</u>	<u>234,553</u>
Bills receivable	1,149	7,060
	<u>152,874</u>	<u>241,613</u>

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally one to four months. The Group seeks to maintain strict control over its outstanding receivables to minimise credit risk. Overdue balances are reviewed regularly by senior management. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing. As at 30 June 2021, approximately 33.9% (31 December 2020: approximately 32.0%) of the total trade and bills receivables, and approximately 83.6% (31 December 2020: approximately 89.3%) of the total trade and bills receivables, were due from the Group's largest customer and the five largest customers, respectively.

An ageing analysis of the Group's trade and bills receivables as at the end of the Period, based on the invoice date and net of provisions, is as follows:

	Unaudited	Audited
	30 June	31 December
	2021	2020
	HK\$'000	HK\$'000
Within 3 months	121,624	157,278
4 to 6 months, inclusive	31,247	82,459
7 to 9 months, inclusive	3	1,876
	<u>152,874</u>	<u>241,613</u>

12. TRADE PAYABLES

The trade payables are non-interest bearing and are normally settled on terms of one to four months. An ageing analysis of the Group's trade payables as at the end of the Period, based on the invoice date, is as follows:

	Unaudited 30 June 2021 <i>HK\$'000</i>	Audited 31 December 2020 <i>HK\$'000</i>
Within 3 months	93,251	91,243
4 to 6 months, inclusive	33,706	53,474
7 to 9 months, inclusive	6,512	7,714
10 to 12 months, inclusive	1,395	716
Over 1 year	3,714	–
	<u>138,578</u>	<u>153,147</u>

13. LOANS FROM RELATED PARTIES

	<i>Notes</i>	Unaudited 30 June 2021 <i>HK\$'000</i>	Audited 31 December 2020 <i>HK\$'000</i>
Loans from Tongda Shishi Investment	<i>(a)</i>	60,603	33,012
Loans from Mr. Wang Ya Nan	<i>(b)</i>	103,913	45,463
		<u>164,516</u>	<u>78,475</u>

Notes:

- (a) The loans from 通達(石獅)投資諮詢有限公司 (Tongda Shishi Investment Consulting Company Limited (“Tongda Shishi Investment”)), a related company controlled by Mr. Wang Ya Nan, the non-executive director and a shareholder of the Company, are unsecured, interest-free and repayable within one year.
- (b) The loans are unsecured, bear interest at 2% per annum and are repayable within one year.

CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING STATEMENTS

This announcement contains certain forward-looking statements with respect to the financial conditions, results of operations and the business of the Group. These forward-looking statements represent the Group's expectations or beliefs concerning future events and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Certain statements, that include wordings like "potential", "estimated", "expects", "anticipates", "objective", "intends", "plans", "believes", "estimates", and similar expressions or variations on such expressions may be considered "forward-looking statements".

Forward-looking statements involve inherent risks and uncertainties. Readers should be cautioned that a number of factors could cause actual results to differ in some instances materially, from those anticipated or implied in any forward-looking statement. Forward-looking statements pertain only at the date they are made, and it should not be assumed that they have been reviewed or updated in the light of new information or future events. Trends and factors that are expected to affect the Group's results of operations are described in the section headed "Management Discussion and Analysis" below.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is a “one-stop” manufacturing solutions provider of notebook casings, components and other accessories. The Group is principally engaged in the manufacture and sale of a variety of casings and components of notebooks.

During the Period, the Group faced various challenges including the shortage in the supply of semi-conductors, increase in raw material price and the appreciation of Renminbi (“RMB”) against the United States Dollar (“USD”), which as a result have eroded the revenue and the gross profit margin of the Group. During the Period, the revenue of the Group recorded a drop from approximately HK\$188.0 million during the six months ended 30 June 2020 to approximately HK\$167.8 million. Due to the shortage in the supply of semi-conductors, the Group recorded a decrease in placed orders from customers. The increase in the price of raw materials and the appreciation of RMB against USD have created pressure on the Group’s gross profit margin and the gross profit reduced from approximately HK\$9.4 million for the six months ended 30 June 2020 to approximately HK\$1.9 million for the Period. The net loss attributable to the equity holders of the Company had increased from approximately HK\$31.4 million during the six months ended 30 June 2020 to approximately HK\$44.5 million for the Period.

BUSINESS PROSPECTS

The shortage in the supply of semi-conductors and the COVID-19 pandemic will remain as the major challenges to the Group as it is uncertain as to when the Group will restore its supply of semi-conductors and when the COVID-19 pandemic will end. As such, it is anticipated that the gross profit margin will remain under pressure.

Nevertheless, the Group expects the demand of PC manufacturing will gradually restore its order in the second half of 2021 as the Group anticipates the supply in semi-conductors will gradually improve. The Group’s efficient production facilities, comprehensive manufacturing solutions and strong research and development capabilities have provided a solid foundation for the Group to face the headwind amid the challenging times. The management of the Group will remain vigilant to the market changes and adopt a prudent decision-making approach on resources allocation in order to make a timely and efficient responses and achieve the best outcome for the Group.

FINANCIAL REVIEW

For the Period, the Group's total revenue decreased by approximately 10.7%, from approximately HK\$188.0 million for the six months ended 30 June 2020 to approximately HK\$167.8 million. The decline was mainly attributable to the shortage in the supply of semi-conductors during the Period which led to a decline in placed orders from customers.

As a result, the Group's gross profit was subject to pressure and decreased by approximately 79.8% from approximately HK\$9.4 million for the six months ended 30 June 2020 to approximately HK\$1.9 million during the Period.

The Group's selling and distribution expenses remained stable at approximately HK\$4.2 million for the Period (2020: HK\$ 4.3 million).

The Group's general and administrative expenses increased by approximately 20.2%, from approximately HK\$29.2 million for the six months ended 30 June 2020 to approximately HK\$35.1 million during the Period, which was primarily due to the increase in staff costs during the Period.

The Group's finance costs decreased by approximately 47.3%, from approximately HK\$5.5 million for the six months ended 30 June 2020 to approximately HK\$2.9 million during the Period. The decrease was due to a decline in both average loan balances and interest rates during the Period.

The Group's other income and gains decreased from approximately HK\$1.0 million for the six months ended 30 June 2020 to approximately HK\$0.9 million during the Period, which was mainly due to an decrease in government grants during the Period.

The Group's net other operating loss increased from approximately HK\$2.7 million for the six months ended 30 June 2020 to approximately HK\$5.0 million during the Period. It was mainly contributed by an increase in exchange loss from approximately HK\$2.7 million for the six months ended 30 June 2020 to approximately HK\$4.8 million during the Period.

As a result of the foregoing, the Group recorded a loss for the Period attributable to equity holders of the Company of approximately HK\$44.5 million and the weighted basic loss per share attributable to equity holders of the Company of approximately HK22.12 cents for the Period, compared with loss attributable to equity holders of the Company of approximately HK\$31.4 million and weighted basic loss per share attributable to equity holders of the Company of approximately HK16.59 cents for the six months ended 30 June 2020.

The Group's inventory turnover days increased from approximately 260.8 days for the year ended 31 December 2020 to approximately 351.5 days for the Period, the increase was primarily due to the decline in sales as the shortages of semi-conductor supply and the seasonal effect as the Group's products usually face a higher demand during the second half of the year. Therefore, the inventory turnover days is higher than that as at 31 December 2020.

The Group's trade and bills receivables turnover days were approximately 214.6 days for the Period, representing an increase of approximately 20.9 days from approximately 193.7 days for the year ended 31 December 2020.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

As at 30 June 2021, the Group had cash and bank balances of approximately HK\$10.5 million (31 December 2020: approximately HK\$34.9 million), most of which were denominated in Hong Kong Dollars, USD and RMB. Included in the cash and bank balances, the Group had restricted bank balances of approximately HK\$3.5 million as at 30 June 2021 (31 December 2020: approximately HK\$2.3 million).

As at 30 June 2021, total interest-bearing bank borrowings of the Group repayable within one year were approximately HK\$72.2 million (31 December 2020: approximately HK\$194.6 million). As at 30 June 2021, the Group had no interest-bearing bank borrowings payable more than one year (31 December 2020: Nil).

As at 30 June 2021, the gearing ratio of the Group (consolidated net debt/total equity) was approximately 200.4% (31 December 2020: approximately 163.8%). The Group's operations were mainly financed by internal resources including but not limited to, existing cash and cash equivalents, cash flow from its operating activities, loan from related parties, the net proceeds from the placing of new shares of the Company under general mandate on 3 May 2021, the net proceeds generated from the listing of the shares of the Company on the Main Board of the Stock Exchange on 16 March 2018 (the "Listing") and bank borrowings. The Board believes that the Group's liquidity needs will be satisfied.

EMPLOYEE INFORMATION

As at 30 June 2021, the Group employed a total of 707 permanent employees (31 December 2020: 719 permanent employees). Employees of the Group are remunerated based on their individual performance, professional qualifications, experience in the industry and relevant market trends. During the Period, the total employee remuneration of the Group including the remuneration of the Directors was approximately HK\$30.6 million (six months ended 30 June 2020: approximately HK\$27.8 million). The management team regularly reviews the Group's remuneration policy and appraises the work performance of its staff. Employee remuneration includes salaries, allowances, bonuses, social insurance and mandatory pension fund contribution. As required by the relevant regulations in the PRC, the Group participates in the social insurance schemes operated by the relevant local government authorities and our employees in Hong Kong participate in the mandatory provident fund scheme.

INTERIM DIVIDEND

The Board does not recommend the payment of interim dividend for the Period (six months ended 30 June 2020: Nil).

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any listed securities of the Company during the Period.

PLACING OF NEW SHARES UNDER GENERAL MANDATE

On 9 April 2021, the Company entered into a placing agreement (the “Placing Agreement”) with Sinomax Securities Limited, a corporation licensed to carry on type 1 (dealing in securities), type 4 (advising on securities) and type 9 (asset management) regulated activities under the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) (the “Placing Agent”), pursuant to which the Placing Agent has conditionally agreed, as agent of the Company, to procure on a best effort basis currently expected to be not less than six placeses who and whose ultimate beneficial owners shall be independent third parties to subscribe for up to 37,800,000 placing shares at the placing price of HK\$0.31 per placing share (the “Placing”).

All the conditions precedent under the Placing Agreement have been fulfilled on 27 April 2021 and completion of the Placing took place on 3 May 2021. For details, please refer to the announcements of the Company dated 9 April 2021 and 3 May 2021.

USE OF PROCEEDS FROM THE PLACING

The net proceeds from the Placing, after deduction of all relevant expenses (including but not limited to placing commission, legal expenses and disbursements), are approximately HK\$11.0 million. The Company intends to apply the net proceeds in full from the Placing for repayment of outstanding bank loans. As of 30 June 2021, the said net proceeds has been fully utilised as intended.

USE OF NET PROCEEDS FROM THE LISTING

The Company was successfully listed on the Main Board of the Stock Exchange on 16 March 2018. Net proceeds from the Listing (after deducting underwriting fee and relevant expenses payable by the Group in connection with the Listing) amounted to approximately HK\$48.5 million. As at 30 June 2021, a total amount of approximately HK\$41.4 million out of the net proceeds had been used by the Group according to the allocation set out in the Company’s prospectus dated 28 February 2018.

The following sets forth a summary of the utilisation of the net proceeds:

Purpose	Percentage to total amount	Net proceeds <i>HK\$ million</i>	Utilised amount (as at 30 June 2021) <i>HK\$ million</i>	Unutilised amount (as at 30 June 2021) <i>HK\$ million</i>	Expected timeline of full utilisation of the balance
Lease of factory	15.1%	7.3	1.7	5.6	2028-2029
Refurbish the new factory as mentioned above	19.9%	9.6	9.6	–	–
Capital expenditure for additional production facilities and machineries	46.2%	22.4	20.9	1.5	End of 2021
Capital expenditure on enhancing the automation in the Group's manufacturing process	16.1%	7.8	7.8	–	–
Additional effort in sales and marketing activities	0.3%	0.2	0.2	–	–
Enhancement of research and development capabilities	2.4%	1.2	1.2	–	–
Total	100%	48.5	41.4	7.1	

CORPORATE GOVERNANCE CODE

During the Period and up to the date of this announcement, the Company has complied with all the applicable code provisions of the Corporate Governance Code as set out in Appendix 14 of the Listing Rules.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the code of conduct regarding director's securities transactions on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of the Listed Issuers (the "Model Code") as set out in Appendix 10 to the Listing Rules. Specific enquiry has been made with all the Directors and all of them confirmed that they have complied with the Model Code throughout the Period.

AUDIT COMMITTEE

As at the date of this announcement, the audit committee of the Company (the “Audit Committee”) consists of three independent non-executive Directors, including Ms. Leung Pik Kwan, Mr. Sun Wai Hong and Mr. Wu Kin San Alfred. Ms. Leung Pik Kwan is the chairman of the Audit Committee.

The Audit Committee has reviewed with the management of the Company the accounting principles and policies adopted by the Group, and the financial information of the Group and the unaudited interim results announcement of the Company for the Period, and considered that they were prepared in compliance with the relevant accounting standards and that adequate disclosures have been made.

EVENTS AFTER THE PERIOD

There were no significant events affecting the Company nor any of its subsidiaries after the Period requiring disclosure in this announcement.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This announcement is published on the website of the Stock Exchange (<http://www.hkexnews.hk>) and the Company’s website at <http://www.tongdahongtai.com>. The full interim report will be made available on the websites of the Stock Exchange and the Company in due course.

By Order of the Board
Tongda Hong Tai Holdings Limited
Wang Ya Nan
Chairman

Hong Kong, 25 August 2021

As at the date of this announcement, the executive Directors are Mr. Wong Ming Li, Mr. Wong Ah Yu and Mr. Wang Ming Zhi; the non-executive Director is Mr. Wang Ya Nan; and the independent non-executive Directors are Ms. Leung Pik Kwan, Mr. Sun Wai Hong and Mr. Wu Kin San Alfred.