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## TONGDA GROUP HOLDINGS LIMITED

通達集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 698)

### BUSINESS UPDATE ON OPERATING POSITION FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

This announcement is made by Tongda Group Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) 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). The board (the “**Board**”) of directors (the “**Directors**”) of the Company hereby presents the operating performance of the Group for the nine months ended 30 September 2021 (the “**Period**”) to the shareholders and potential investors of the Company. Based on the unaudited consolidated management accounts of the Group, the turnover of the Period was HK\$7,340 million, which has increased by 10.1% as compared with HK\$6,667 million for the corresponding period of last year.

	For the period ended 30 September				Changes
	2021		2020		
	HK\$ million	Proportion (%)	HK\$ million	Proportion (%)	
<b>Turnover</b>					
Top five customers	4,304	58.6	4,536	68.0	-5.1%
– Handsets	3,883	52.9	4,403	66.0	-11.8%
– Non-handsets	421	5.7	133	2.2	216.5%
Other customers	3,036	41.4	2,131	32.0	42.5%
Total turnover	<u>7,340</u>	<u>100.0</u>	<u>6,667</u>	<u>100.0</u>	<u>10.1%</u>

The Group has been actively expanding its household and sports goods business in previous years and exploring different emerging products, new materials and new area for the purpose of providing new growth drivers of the Group. Despite the fluid situation of the COVID-19 pandemic, consumers' demand for the household and sports goods has remained strong. Further, the Group started mass production of the metal components of batteries for new energy vehicles for its new customers during the Period, which has driven a 10.1% increase in total sales during the Period as compared with the corresponding period of last year.

Due to the shortage in chips in the global smartphone market, there was a year-on-year decrease in global shipment volume during the third quarter, which has caused adverse impact on the Group's handset business. However, the Group is committed to seeking opportunities for various cooperation with more industry-leading brands, such that it can further its research in and development of competitive products, deepen and consolidate good business relationships, thereby realising its production capabilities and value.

By order of the Board  
**Tongda Group Holdings Limited**  
**Wang Ya Nan**  
*Chairman*

Hong Kong, 28 October 2021

*As at the date of this announcement, the Board comprises Mr. Wang Ya Nan, Mr. Wang Hung Man, Mr. Wong Ming Sik, Mr. Wong Ming Yuet and Mr. Hui Wai Man as executive Directors; Ms. Chan Sze Man as non-executive Director; and Dr. Yu Sun Say, GBM, GBS, SBS, JP, Mr. Cheung Wah Fung, Christopher, SBS, JP and Mr. Ting Leung Huel Stephen as independent non-executive Directors.*