

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.

Grandshores Technology Group Limited

雄岸科技集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1647)

DISCLOSEABLE TRANSACTION ACQUISITIONS OF LISTED SHARES

The Board announces that, during the period from 6 December 2021 to 13 December 2021 (both dates inclusive), the Group has acquired an aggregate of 7,856,000 Chiho Shares on the open market for an aggregate consideration of approximately HK\$7,737,540.

Based on all applicable percentage ratios, the Acquisitions, on an aggregate basis, constitute a disclosable transaction under Chapter 14 of the Listing Rules.

The Board announces that, during the period from 6 December 2021 to 13 December 2021 (both dates inclusive), the Group has acquired an aggregate of 7,856,000 shares of Chiho Environmental Group Limited on the open market for an aggregate consideration of approximately HK\$7,737,540 (excluding stamp duty and related expenses). The aggregate consideration was payable in cash by the internal resources of the Group. The acquisition price per Chiho Share ranged from approximately HK\$0.80 to approximately HK\$1.09.

All 7,856,000 Chiho Shares were acquired on the open market, therefore the Company cannot ascertain the identities of the counterparties. To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, the counterparties and their ultimate beneficial owner(s) are third parties independent of the Company and its connected persons.

INFORMATION ON CHIHO GROUP

Chiho Group is principally engaged in resources recycling, involving recycling of mixed metal, end-of-life vehicle, waste electrical and electronic equipment, wasted oil and zorba in Asia, Europe and North America. The shares of Chiho Group are listed on the Main Board of The Stock Exchange of Hong Kong Limited (stock code: 976).

The following financial information is extracted from the published documents of Chiho Group:

	Year ended 31 December	
	2020	2019
	<i>HK\$ million</i>	<i>HK\$ million</i>
Loss before income tax	(809.8)	(99.5)
Loss after income tax	(864.2)	(133.8)

The unaudited consolidated net asset value of Chiho Group as at 30 June 2021 was approximately HK\$4,571.7 million.

REASONS FOR THE ACQUISITIONS

The Group is principally engaged in providing integrated building services and undertaking building and construction works in Singapore. The Group is also engaging in blockchain technology development and application business and industrial hemp business.

All the Chiho Shares acquired by the Group under the Acquisitions will be held by the Group for short-term investment purpose. Given the low interest rate environment in Hong Kong, the Company considered that the Acquisition would bring higher returns to the Group and helps utilize the Group's available working capital to generate returns in fulfilling its investment objective.

As the Acquisitions were conducted on the open market, the Directors consider that all the Chiho Shares were acquired at the then prevailing market price. In view of the above, the Directors believe that the terms of the Acquisitions are fair and reasonable and the Acquisitions are in the interests of the Company and its shareholders as a whole.

LISTING RULES IMPLICATIONS

Based on all applicable percentage ratios, the Acquisitions, on an aggregate basis, constitute a disclosable transaction under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions shall have the meanings set out below unless the context requires otherwise:

“Acquisitions”	acquisitions of an aggregate of 7,856,000 Chiho Shares by the Group on the open market during the period from 6 December 2021 to 13 December 2021 (both dates inclusive)
“Board”	the board of Directors

“Chiho Group”	Chiho Environmental Group Limited (stock code: 976), the shares of which are listed on the Main Board of the Stock Exchange
“Chiho Shares”	the ordinary shares of Chiho Group
“Company”	Grandshores Technology Group Limited (stock code: 1647), the shares of which are listed on the Main Board of the Stock Exchange
“connected person”	has the meaning ascribed to it in the Listing Rules
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

By order of the Board
Grandshores Technology Group Limited
Yao Yongjie
Chairman and Executive Director

Hong Kong, 13 December 2021

As at the date of this announcement, the Board comprises Mr. Yao Yongjie as an executive Director; Mr. Chua Seng Hai, Ms. Lu Xuwen and Ms. Yu Zhuochen as non-executive Directors; and Mr. Chu Chung Yue, Howard, Dr. Zhang Weining and Mr. Yu Wenzhuo as independent non-executive Directors.