

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.

Zengame Technology Holding Limited

禪遊科技控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2660)

SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

References are made to (i) the prospectus (the “**Prospectus**”) of Zengame Technology Holding Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 3 April 2019; and (ii) the annual report of the Company for the year ended 31 December 2021 (the “**2021 Annual Report**”). Unless otherwise stated, capitalized terms used herein shall have the same meanings as defined in the Prospectus and the 2021 Annual Report.

As disclosed in the 2021 Annual Report, the net proceeds raised by the Company from the Listing (the “**Net Proceeds**”) were approximately HK\$206.5 million (after deduction of the underwriting commissions in respect of the offering and other estimated expenses). As at 31 December 2021, a total amount of approximately HK\$197.2 million out of the Net Proceeds had been utilized by the Group.

In addition to the information disclosed in the sub-section headed “Use of Proceeds From the Listing” in the section of the “Directors’ Report” in the 2021 Annual Report, the board of directors of the Company (the “**Board**”) would like to provide further information in relation to the expected timeline for utilizing the unutilized Net Proceeds pursuant to paragraph 11(8) of Appendix 16 of the Listing Rules.

The following sets forth a summary of the utilization of the Net Proceeds as at 31 December 2021:

Business Strategy	Net Proceeds from the Listing (RMB million)	Amount utilized	Amount utilized	Amount utilized	Amount	Expected timeline for utilizing the unutilized Net Proceeds
		as at 31 December 2019 (RMB million)	during the year ended 31 December 2020 (RMB million)	during the year ended 31 December 2021 (RMB million)	unutilized as at 31 December 2021 (RMB million)	
Strengthening the Group's research and development capabilities	64.4	10.3	14.9	39.2	Nil	N/A
Funding promotional and marketing activities	55.3	51.7	3.6	Nil	Nil	N/A
Acquiring other card and board and casual mobile game developers and companies whose business as supplement the Group's	27.6	1.5	9.3	16.8	Nil	N/A
Funding the Group's expansion to overseas markets	18.5	0.1	3.2	7.6	7.6	Expected to be fully utilized on or before 31 December 2022
Working capital and other general corporate purposes	17.2	5.7	5.6	5.9	Nil	N/A
Total	183.0	69.3	36.6	69.5	7.6	

The Board currently has no intention to change the planned use of Net Proceeds as stated in the Prospectus and the 2021 Annual Report. The expected timeline for using the unutilized Net Proceeds is based on the best estimation by the Board. The Board also confirms that the above additional information does not affect other information contained in the 2021 Annual Report, and all information in the 2021 Annual Report remains unchanged.

By Order of the Board
Zengame Technology Holding Limited
Ye Sheng
Chairman

Hong Kong, 2 August 2022

As at the date of this announcement, the executive directors are Mr. Ye Sheng, Mr. Yang Min and Ms. Xiong Mi, and the independent non-executive directors are Mr. Jin Shuhui, Mr. Mao Zhonghua and Mr. Yang Yi.