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PALADIN LIMITED

(Incorporated in Bermuda with limited liability)

(Stock code: 495)

SUPPLEMENTAL ANNOUNCEMENT ABOUT DECISION OF THE LISTING DIVISION ON LISTING RULE 13.24

The announcement is supplemental to the announcement of the Company dated 18 November 2024 made pursuant to Listing Rule 13.09 and the inside information provisions under Part XIVA of the Securities and Futures Ordinance of Hong Kong.

In its letter of 15 November 2024, Listing Division stated amongst other things that the Listing Division considers that the Company has failed to maintain a sufficient level of operations and assets of sufficient value to meet Listing Rule 13.24. Factors the Listing Division said that it had considered include:

LISTING DIVISION OPINION ON OPERATIONS

The Company mainly relies on a product development and manufacturing business to meet its continued listing obligation under Listing Rule 13.24. The Listing Division have concerns about the viability and sustainability of the product development and manufacturing business. The product development and manufacturing business has been generating revenue of not more than HK\$20.1 million since it launched its first product in FY2020 and the Company has not provided a plan to develop and improve the performance of this business that the Listing Division considers concrete and creditable. For the property business, the Company only has a small portfolio of investment properties for passive rental income for which the Listing Division consider there is no business substance.

Product Development and Manufacturing Business

The Company set up six product lines under its product development and manufacturing business since FY2017 and expected to commercialize all the product lines in four years by FY2021. This business maintained a low level of operation and generated revenue between HK\$3.5 million and HK\$20.1 million in the past five financial years and recorded segment losses.

Property Business

The Listing Division also does not consider the Company's property business has substance. The Company has only maintained a small portfolio of investment properties for passive rental income with limited value-added services. They have been leased to one tenant and generated minimal revenue ranging from HK\$7.4 million to HK\$8.7 million over the past five financial years.

LISTING DIVISION OPINION ON ASSETS

At 30 June 2024, the Company had total assets of HK\$705.5 million. These assets are mainly investment properties for the property business, and office premise and residential units used by the Company.

WARNING

Shareholders and potential investors are advised to exercise caution when dealing in the Shares and/or other securities of the Company.

Further announcements will be made by the Company as and when appropriate.

In this announcement the terms below have the meanings set opposite them:

“Company”	Paladin Limited (HK Stock Code: 0495), an exempted company incorporated in Bermuda with limited liability, whose securities are listed on the Main Board of the Stock Exchange
“FY”	a fiscal year of the Company ending on 30 June
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Shares”	shares of HK\$0.01 nominal value in the capital of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

By order of the board of
Paladin Limited
Oung Shih Hua, James
Chairman

Hong Kong, 18 November, 2024

At the date of this announcement, the board of directors of Paladin comprises:

Oung Shih Hua, James (*Executive director*)
Chan Chi Ho (*Non-executive director*)
Yuen Chi Wah (*Non-executive director*)
Au Chik Lam Alexander (*Independent non-executive director*)
Liu Man Kin Dickson (*Independent non-executive director*)
Luo Rongxuan (*Independent non-executive director*)