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GRAND TALENTS GROUP HOLDINGS LIMITED
廣駿集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code : 8516)

PROFIT WARNING

This announcement is made by Grand Talents Group Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined in the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance.

The board (the “**Board**”) of the directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the information currently available, the Group expects to record a revenue of approximately HK\$35.9 million for the nine months ended 31 December 2020 (the “**FY2021Q3**”), representing a decrease in revenue of approximately 46.8% as compared to the revenue of approximately HK\$67.5 million for the nine months ended 31 December 2019 (the “**FY2020Q3**”).

The decrease in revenue for FY2021Q3 in the amount of approximately HK\$31.6 million was mainly attributable to a decrease in revenue from repair and maintenance works from approximately HK\$54.4 million for FY2020Q3 to approximately HK\$35.9 million for FY2021Q3, as well as the decrease in revenue derived from the civil engineering construction works from approximately HK\$13.1 million for FY2020Q3 to approximately nil for FY2021Q3 as a result of:

1. the completion of six repair and maintenance works projects;
2. the negative impact arising from the outbreak of novel coronavirus disease (“**COVID-19**”) which affected the progress of several on-going construction projects and the number of available tenders in the industry; and
3. the overall economic recession in Hong Kong.

As a result of the above, the Group expects to record a loss attributable to the owners of the Company for FY2021Q3 of approximately HK\$3.9 million, representing an improvement compared to that for FY2020Q3 of approximately HK\$9.0 million. Such improvement in the loss was mainly due to:

1. the improvement in gross profit margin from approximately 4.8% for FY2020Q3 to approximately 14.9% for FY2021Q3 due to the decrease in cost of sales; and
2. the reduction in administration expenses from approximately HK\$12.1 million for FY2020Q3 to approximately HK\$10.0 million for FY2021Q3 due to the decrease in legal and professional fee, staff cost, motor vehicle expenses and sundry expenses.

The Company is still in the process of gathering information to finalise the results of the Group for FY2021Q3. The information contained in this announcement is thus only based on the preliminary assessment by the management of the Company and is not based on any figure or information which has been audited or reviewed by the Company's auditors. Shareholders and potential investors of the Company are advised to peruse with care the results announcement of the Group for FY2021Q3, which is expected to be released in due course.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Grand Talents Group Holdings Limited
HA Chak Hung
Chairman and Executive Director

Hong Kong, 29 January 2021

As at the date of this announcement, the executive Directors are Mr. HA Chak Hung, Mr. IP Chu Shing and Ms. TANG Minzhen; the non-executive Director is Mr. CHEN Tao; and the independent non-executive Directors are Dr. FOK Wai Sun, Mr. YUK Kai Yao and Ms. TANG Shui Man.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Listed Company Information" page on the GEM website at www.hkgem.com for at least 7 days from the date of its publication. This announcement will also be published on the Company's website at www.grandtalentsgroup.com.hk.