

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)

MEMORANDUM OF STRATEGIC COOPERATION

The board (the “**Board**”) of directors (the “**Directors**”) of Grandshores Technology Group Limited (the “**Company**”) is pleased to announce that on 23 November 2018, Grand Shores Blockchain Group Limited (雄岸科技區塊鏈集團有限公司) (“**GS Blockchain**”, a wholly owned subsidiary of the Company) and Zhejiang Space Blockchain Technology Co., Ltd. (浙江空天區塊鏈科技有限公司) (“**Zhejiang Space**”) entered into a memorandum of strategic cooperation in relation to promoting the development and application of blockchain technology (the “**Memorandum**”).

Under the Memorandum, (a) Zhejiang Space intends to appoint GS Blockchain as its market development adviser to assist in promoting its products in China and overseas and providing market resources; (b) GS Blockchain intends to appoint Zhejiang Space as its technical adviser for the data centre monitoring and management platform system and may use Zhejiang Space’s products for its blockchain business in the future; and (c) on the basis of satisfactory cooperation between the parties, GS Blockchain intends to invest in Zhejiang Space to further share resources and create synergy effect.

Zhejiang Space is specialised in blockchain technology research and development and promotion. Its principal activities include (a) design and manufacture of repetitive computing chip; (b) blockchain cloud computing data centre construction, operation and maintenance; (c) computing power leasing; (d) quantitative trading; and (e) blockchain applications. It has designed and produced various customised application-specific integrated circuit (ASIC) chips and integrated circuit systems. Zhejiang Space has recently achieved breakthrough in blockchain technology development. It has developed a one-stop monitoring and management platform system for cloud computing data centres, which would significantly reduce the data centre operation and maintenance costs and increase the computing power to achieve higher efficiency. Mr. Du Xubo (杜旭波) is the founder and the chief executive officer of Zhejiang Space and has extensive experience in blockchain industry. Mr. Du Xubo is the controlling shareholder of Zhejiang Space.

Mr. Yao Yongjie, an executive Director, is ultimately interested in 30% equity interest in Zhejiang Space through his controlled entities. Zhejiang Space is an associate of Mr. Yao Yongjie and thus is a connected person of the Company under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The Board considers that the entering into of the Memorandum is beneficial to the Company as it would enable both parties to leverage on their respective strength, resources and expertise to build a stable and mutually-beneficial strategic relationship.

The Memorandum only provides a framework of strategic cooperation between GS Blockchain and Zhejiang Space. The terms of cooperation contemplated under the Memorandum are subject to the terms of any definitive agreements which GS Blockchain and Zhejiang Space may subsequently enter into from time to time. As at the date of this announcement, GS Blockchain and Zhejiang Space have not entered into any legally binding agreements in relation to any specific cooperation plans. If the possible cooperation under the Memorandum materialises, the Company will comply with all relevant requirements as and when appropriate under the Listing Rules.

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

Hong Kong, 23 November 2018

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