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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)

PROFIT WARNING

This announcement is made by Grandshores Technology Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on a preliminary review of the unaudited financial information of the Group for the year ended 31 March 2022 (the “**Year**”), the Group is expected to record a loss for the Year of approximately S\$1.5 million for the year ended 31 March 2022 as compared with a profit for the year of approximately S\$7.0 million for the year ended 31 March 2021. The Board considers that the change from profit to loss was mainly due to:

- (i) in view of the high volatility of Bitcoin price during the Year, the Company strategically reduced the volume of trading of Bitcoin during the Year, that leads to a decrease of realized profit generated from Bitcoin trading from approximately S\$7.2m for the year ended 31 March 2021 to approximately S\$1.0m for the Year; and
- (ii) the recognition of a loss on fair value changes of digital assets inventories for the Year of approximately S\$1.2 million as compared with a gain of approximately S\$2.1 million for the year ended 31 March 2021.

As the Group’s annual results for the Year have not yet been finalized, the information contained in this announcement is only a preliminary assessment by the management of the Company which is based on the latest financial information currently available, including but not limited to the Group’s unaudited consolidated management account for the Year, which has not been audited by the independent auditors of the Company nor reviewed by the audit committee of the Board as at the date of this announcement and is subject to adjustment upon further review.

Shareholders and potential investors are advised to read carefully the annual results announcement of the Company for the Year, which is expected to be published by the end of June 2022.

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

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

Hong Kong, 10 June 2022

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, Mr. Li Kanlin and Mr. Yu Wenzhuo as independent non-executive Directors.