

*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.*

## **WING CHI HOLDINGS LIMITED**

**榮智控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 6080)**

### **SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021 AND CHANGE IN USE OF PROCEEDS**

Reference is made to the prospectus of Wing Chi Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) dated 30 September 2017 (the “**Prospectus**”), the 2020 annual report of the Company published on 21 July 2020, the 2020 interim report of the Company published on 7 December 2020 and the 2021 annual report of the Company published on 21 July 2021 (the “**Annual Report**”) in relation to the utilisation of net proceeds from the initial public offering of the Company (the “**Share Offer**”) on 20 October 2017 and full exercise of the over-allotment option on 7 November 2017 (the “**Over-allotment Option**”). Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Prospectus.

In addition to the information disclosed in the Annual Report, the Board would like to provide the following additional information:

#### **USE OF PROCEEDS FROM THE SHARE OFFER AND CHANGE IN USE OF PROCEEDS**

The net proceeds of the Group raised from the Share Offer and Over-allotment Option were approximately HK\$103.9 million in aggregate, after deducting listing related expenses (the “**Net Proceeds**”). As disclosed in the paragraph headed “Future plans and use of proceeds” in the Prospectus, the Company intended to use the Net Proceeds as follows: (i) acquire new machinery and equipment; (ii) reserve more capital to satisfy the potential requirement for surety bond; (iii) strengthen the manpower and (iv) general working capital.

As at the date of this announcement, the Company has utilised approximately HK\$98.3 million, accounting for approximately 94.6% of the Net Proceeds, as in the breakdown shown in the below table. For the reasons set out in the paragraph headed “Reasons for and Benefits of the Change in Use of Proceeds” below in this announcement, the board of directors of the Company (the “**Board**”) has resolved to reallocate the Net Proceeds as follows:

Use of Net Proceeds	Original planned use of Net Proceeds <i>HK\$'million</i> <i>(approximately)</i>	Utilised Net Proceeds up to the date of this announcement <i>HK\$'million</i> <i>(approximately)</i>	Unutilised Net Proceeds up to the date of this announcement <i>HK\$'million</i> <i>(approximately)</i>	Proposed change of allocation of unutilised Net Proceeds <i>HK\$'million</i> <i>(approximately)</i>	Revised allocation of the unutilised Net Proceeds <i>HK\$'million</i> <i>(approximately)</i>	Expected timeline
						for fully utilising the remaining Net Proceeds (taking into account of the new allocation) <i>(Note)</i>
Acquire new machinery and equipment	40.6	(40.6)	—	5.6	5.6	31 December 2021
Reserve more capital to satisfy the potential requirement for surety bond	31.3	(25.7)	5.6	(5.6)	—	
Strengthen the manpower	23.1	(23.1)	—	—	—	
General working capital	8.9	(8.9)	—	—	—	
<b>Total</b>	<b>103.9</b>	<b>(98.3)</b>	<b>5.6</b>	<b>—</b>	<b>5.6</b>	

*Note:* The expected timeline for utilising the remaining Net Proceeds was based on the best estimation of the future market conditions made by the Group. It would be subject to change based on the current and future development of market conditions.

## REASONS FOR AND BENEFITS OF THE CHANGE IN USE OF PROCEEDS

The Group keeps ongoing building and developing our good reputation and quality of works on acting as a subcontractor in the foundation and site formation industry. Having considered the Group’s stable relationship with our customers, fewer customers request the Group to provide surety bonds to secure the subcontracted works. The Board has therefore resolved that the unutilised Net Proceeds of approximately HK\$5.6 million is to be allocated to acquire new machinery and equipment to cope with the development of our foundation and site formation works by taking into account our contracts on hand.

The Board considers that the above change in the use of Net Proceeds will allow the Company to deploy its financial resources more efficiently and therefore, is in the best interest of the Company and the Shareholders as a whole and it will not have any material adverse effect on the existing business and operations of the Group.

The above additional information does not affect other information contained in the Annual Report and save as disclosed above, all other information in the Annual Report remains unchanged.

By order of the Board  
**Wing Chi Holdings Limited**  
**Li Cheuk Kam**  
*Chairman*

Hong Kong, 9 August 2021

*As at the date of this announcement, the Executive Directors are Mr. Li Cheuk Kam and Mr. Li Wai Fong; the Non-executive Director is Mr. Poon Wai Kong; and the Independent Non-executive Directors are Mr. Wong Chik Kong, Mr. Chan Chung Kik, Lewis and Mr. Lee Kwok Lun.*