

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.

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for any shares in the Company.



Trendzon Holdings Group Limited
卓航控股集團有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1865)

**SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO SUBSCRIPTIONS
OF NEW SHARES UNDER GENERAL MANDATE**

Reference is made to the announcement of the Company dated 16 May 2022 in relation to the Subscriptions (the “**Announcement**”). Unless otherwise defined, capitalized terms used herein shall have the same meanings as those defined in the Announcement.

As disclosed in the Announcement, the net proceeds from the Subscriptions are estimated to be approximately HK\$87 million. The Company intends to use the net proceeds as to approximately 20% for the development of the Group’s joint venture businesses, approximately 30% as future investment funds, and approximately 50% for the replenishment of general working capital and settlement of the liabilities of the Group. The Company would like to supplement further information relating to the intended use of proceeds from the Subscriptions as follows:–

Intended use of net proceeds		Approximate percentage	Approximate	
			Allocation of net proceeds (HK\$’000)	Expected timeline for use of proceeds
1. Development of the Group’s joint venture businesses	The expansion of smart parking businesses of Trendzon Zhilian (Shenzhen) Technology Company Limited* (卓航智聯(深圳)科技有限公司) ^(note 1) , namely the construction and maintenance costs of the smart car parks, located in 24 towns in Guizhou Province, PRC, including (i) procurement of construction materials and (ii) precision parking and vehicle identification software and hardware procurement, development and maintenance	19.5%	600	Before July 2022
			11,000	Before December 2023

Intended use of net proceeds		Approximate percentage	Approximate Allocation of net proceeds (HK\$'000)	Expected timeline for use of proceeds
2. Future investment funds	Reserved funds as capital for the development of placing and underwriting business of Wealth Link Securities Limited <i>(note 2)</i>	13.8%	12,000	Before December 2022
	Reserved funds as loan principals for the money lending business of All Good Finance Limited, a wholly-owned subsidiary of the Company and licenced to conduct money lending business in Hong Kong	13.8%	12,000	Before August 2022
3. General working capital and settlement of liabilities of the Group	Repayment of the unsecured unlisted bonds which will be due in August 2022 in the principal amount of RMB40,000,000	48.3%	42,000	In August 2022
	General working capital including salaries, rental payments, professional fees, office overheads and other day-to-day operation payments for the operation of the Group's Hong Kong and PRC businesses	4.6%	4,000	Before July 2022

Notes:

1. Trendzon Zhilian (Shenzhen) Technology Company Limited* (卓航智聯(深圳)科技有限公司) is a joint venture company owned as to 51% by the Group. Further details of which are set out in the announcement of the Company dated 23 December 2021.
2. Wealth Link Securities Limited is a company licensed to conduct Type 1 (dealing in securities) and Type 4 (advising on securities) regulated activities under the Securities and Futures Ordinance and the Company agreed to acquire 85% of Wealth Link Securities Limited pursuant to the sale and purchase agreement dated 13 September 2021. Further details of which are set out in the announcement of the Company dated 13 September 2021.

As at 30 September 2021, the Group had cash and cash equivalent balance of approximately S\$14.6 million (equivalent to approximately HK\$82.4 million) as disclosed in the Company's interim report for the six months ended 30 September 2021 (the "2021 Interim Report"). Such sum of cash is retained in the Group's subsidiaries engaging in pipeline construction works and was reserved for (i) general working capital and day-to-day operation costs of the relevant subsidiaries, and (ii) upfront costs for construction works, including procurement of raw materials, deposits payments or payments for performance bonds to secure construction contracts for the Group's pipeline construction works. As at 30 September 2021, the Group had six ongoing gas pipeline projects, six ongoing water pipeline projects and one ongoing cable installation project, for an aggregated contract sum of approximately S\$125.9 million (approximately HK\$714.0 million), and the Group's pipeline business retained over 300 employees. The Group also intends to submit further tenders for new pipeline construction projects. Hence, a substantial portion of the Group's capital is locked-up during the term of the relevant construction contracts or performance bonds in relation to the pipeline business and will not be used for the new business in Hong Kong and the PRC. The Board is of the view that the Subscriptions is necessary for the Company to improve its cash and financial position, enhance the Group's capital structure and strengthen its cash reserve and maintain the Group's financial flexibility, whilst the Company may invest new funds to the Group's new businesses in Hong Kong and the PRC.

Save as the supplemental information in relation to the intended use of proceeds as disclosed above, all other information contained in the Announcement remains unchanged.

As the completion of the Subscriptions is subject to the fulfilment of the conditions precedent as stated in the Subscription Agreements, the Subscriptions may or may not proceed. Shareholders and potential investors of the Company should exercise caution when dealing in the Shares.

By order of the Board
Trendzon Holdings Group Limited
Feng Jiamin
Chairman

Hong Kong, 23 May 2022

** For identification purpose only*

As at the date of this announcement, the Board comprises Ms. Feng Jiamin, Mr. Michael Shi Guan Wah, Mr. Lok Ka Ho and Mr. Fong Hang Fai as executive directors; Mr. Shek Jun Chong, Mr. Qiu Yue, Mr. Lui Kwun Yuen, and Mr. Wong Kwong Fai as independent non-executive directors.