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Powerlong Commercial Management Holdings Limited
寶龍商業管理控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 9909)

**TERMINATION OF
DISCLOSEABLE AND CONNECTED TRANSACTION
IN RELATION TO THE
ACQUISITION OF AN OFFICE BUILDING IN SHANGHAI**

Reference is made to the announcement of Powerlong Commercial Management Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 11 May 2022 (the “**Announcement**”) in relation to the purchase of the Property by Shanghai Shangsheng (a wholly-owned subsidiary of the Company) from Powerlong Fumin (a wholly-owned subsidiary of Powerlong Holdings). Unless the context otherwise requires, terms defined or used in the Announcement shall have the same meanings when used herein.

As there are practical difficulties in obtaining the Lessee’s consent for the Group to take back vacant possession of part of the Property for self-use after completion of the Transaction, and in light of the prevailing market environment and recent volatility of the capital markets, the Board has, after due and careful consideration, resolved to initiate termination of the transaction contemplated under the Agreement. As such, on 6 June 2022, Shanghai Shangsheng and Powerlong Fumin entered into a termination agreement to terminate the Agreement with immediate effect (the “**Termination**”). Shanghai Shangsheng has not yet paid the Deposit to Powerlong Fumin. As a result of the Termination, the Transaction would not proceed and all respective duties and obligations of Shanghai Shangsheng and Powerlong Fumin under the Agreement shall be released and discharged.

The Board takes the view that the Termination would not have any material adverse effect on the financial condition and operations of the Group.

By Order of the Board
Powerlong Commercial Management Holdings Limited
Hoi Wa Fong
Chairman

Hong Kong, 6 June 2022

As at the date of this announcement, the Board comprises three executive Directors, namely, Mr. Hoi Wa Fong, Mr. Chen Deli and Mr. Zhang Yunfeng, two non-executive Directors, namely, Ms. Hoi Wa Fan and Ms. Hoi Wa Lam, and three independent non-executive Directors, namely, Dr. Lu Xiongwen, Ms. Ng Yi Kum, Estella and Mr. Chan Wai Yan, Ronald.