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中國信息科技發展有限公司

CHINA INFORMATION TECHNOLOGY DEVELOPMENT LIMITED

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 08178)

VOLUNTARY ANNOUNCEMENT – COOPERATION AGREEMENT

This announcement is made by the board (the “**Board**”) of directors (the “**Directors**”) of China Information Technology Development Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis to keep the shareholders (the “**Shareholders**”) and potential investors of the Company informed of the latest business development of the Group.

COOPERATION AGREEMENT

The Board is pleased to announce that on 11 September 2024 (after trading hours of the Stock Exchange), the Company has entered into a cooperation agreement (the “**Cooperation Agreement**”) with Masary Capital Investments LLC FZ (“**Masary Capital**”).

Pursuant to the Cooperation Agreement, the Company will establish a strategic business partnership with Masary Capital, whereby Masary Capital will promote and supervise the Company’s predictive artificial intelligence (“**AI**”) projects in the Gulf Cooperation Council (“**GCC**”) region. The Board expects these projects will include (i) AI-powered predictive maintenance solutions for infrastructure projects; (ii) AI-powered geo-fencing solutions to minimize accidents around key installations in the ocean; (iii) AI-powered ship tracking and bridge monitoring solutions for enhancing navigational safety on ships; (iv) AI-powered risk management solutions for the finance industry; and (v) AI-powered revenue management solutions for the retail industry.

As part of the strategic business partnership, Masary Capital has agreed to introduce to the Company customers (the “**Customers**”) with whom the Company would enter into commercial agreements (the “**Commercial Agreements**”) and the Company has agreed to pay administration fees to Masary Capital for the introduction.

The Company shall pay Masary Capital (i) an administration fee amounting to 20% of the gross revenue arising from the Commercial Agreements entered into between the Company and each of its Customers; and (ii) an administration fee amounting to 10% of the additional gross contract value for any contractual extension of the Commercial Agreements. Masary Capital has undertaken in favour of the Company that the Commercial Agreements that the Company will enter into will generate revenue with a minimum gross margin of not less than 50%.

The administration fees shall be paid to Masary Capital as a local management and administration fee for assisting in the management and administration of local projects, including but not limited to, employment of local staff, maintaining client relationships and other local administration. To assist with the Company's business development in the United Arab Emirates ("UAE") and the wider GCC region, the Company will appoint Mr. Sheikh Khalil Abdulla as an advisor to the Board of the Company, effective from 1 October 2024.

The Board considers that the Cooperation Agreement has been entered into on normal commercial terms after arm's length negotiation between the Company and Masary Capital, and such cooperation is in the interests of the Company and its Shareholders as a whole.

INFORMATION OF MASARY CAPITAL

Masary Capital is a financial services company incorporated under the laws of the UAE, which focuses on the investment, venture capital, business consulting, joint venture, and management of frontier technology and blockchain ventures.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, Masary Capital and its ultimate beneficial owner(s) are third parties independent of the Company and its connected persons, as defined under the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited ("**GEM Listing Rules**").

ADVANTAGES AND BENEFITS OF ENTERING INTO THE COOPERATION AGREEMENT

The Group's business mainly provides integrated marketing AI solutions, big data analytics, system integration services and data storage to clients across different industries in China and Hong Kong and the Group aims to expand its business footprints in the UAE and the wider GCC region. The Board believes that the entering into of the Cooperation Agreement will facilitate the Group's expansion of its predictive AI solutions and services to the UAE and the wider GCC region, which is in line with the future development direction of the Group.

GENERAL

There is no assurance from the Company that any collaboration contemplated under the Cooperation Agreement will materialize. As at the date of this announcement, no Commercial Agreement has been entered into between the Company and any Customer(s). In the event that the Company enters into any Commercial Agreement, further announcement(s) will be made by the Company in accordance with the GEM Listing Rules as and when appropriate.

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

By order of the Board
China Information Technology Development Limited
Wong King Shiu, Daniel
Chairman and Chief Executive Officer

Hong Kong, 11 September 2024

As at the date of this announcement, the Board comprises Mr. Wong King Shiu, Daniel (Chairman and Chief Executive Officer) and Mr. Chu Joshua Allen Kiu Wah as executive Directors; Hon. Li Sai Wing, JP, MH and Ms. Leung Kar Ming, MH as non-executive Directors; Dr. Chen Shengrong, Mr. Wong Hoi Kuen and Mr. Chu Wun Chiu as independent non-executive Directors.

This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will be available on the Company's website <http://www.citd.com.hk> and will remain on the "Latest Listed Company Information" page on the Stock Exchange's website at <http://www.hkexnews.hk> for at least 7 days from the date of its posting.