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D&G TECHNOLOGY HOLDING COMPANY LIMITED

德基科技控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1301)

PROFIT WARNING AND CHANGE OF ADDRESS OF HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

This announcement is made by D&G Technology Holding Company 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company hereby informs the shareholders and potential investors of the Company that, based on the information currently available to the Board and a preliminary assessment by the management of the Company with reference to the unaudited management accounts of the Group for the five months ended 31 May 2022, it is expected that the Group will record a net loss attributable to owners of the Company between approximately RMB 2 million and RMB 6 million for the six months ended 30 June 2022, as compared with a net profit attributable to owners of the Company of approximately RMB8 million in the last corresponding period.

Such expected net loss was mainly attributable to the decrease in revenue and gross profit and the increase in provision for inventories due to the resurgence of Coronavirus Disease 2019 (“**COVID-19**”) that led to the Chinese government’s implementation of travel restrictions and lockdowns in the major cities of China since March 2022, which had affected the Group’s business activities and deliveries, and the increase in the selling and distribution costs. Although transportation restrictions in China have been gradually lifted in June 2022, there were still some delays in customers’ acknowledgements of implementation of our asphalt mixing plants, resulting in the Group not being able to recognise the revenue of certain

contracts in the first half of 2022. During this period, the Company has launched marketing activities in promoting its newly rolled out modular models to the market, which resulted in the increase in selling and distribution costs.

The information contained in this announcement is based only on a preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group for the five months ended 31 May 2022 and information currently available to the Company, and is not based on any figures or information which have been audited or reviewed by the Company's auditors. Figures and information mentioned in this announcement are in the course of being considered and verified and are therefore subject to adjustments. The Shareholders and potential investors of the Company should refer to the Group's interim results announcement for the six months ended 30 June 2022, which is expected to be published by the end of August 2022, for details of the performance of the Group.

CHANGE OF ADDRESS OF HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

With effect from 15 August 2022, the Hong Kong Branch Share Registrar and Transfer Office of the Company, Tricor Investor Services Limited (the "**Branch Share Registrar**"), will change its address from Level 54, Hopewell Centre, 183 Queen's Road East, Hong Kong to

**17/F, Far East Finance Centre
16 Harcourt Road
Hong Kong**

All telephone and facsimile numbers of the Branch Share Registrar will remain unchanged.

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
D&G Technology Holding Company Limited
Choi Hung Nang
Chairman

Hong Kong, 19 July 2022

As at the date of this announcement, the executive directors of the Company are Mr. Choi Hung Nang, Ms. Choi Kwan Li, Glendy, Mr. Choi Hon Ting, Derek, Mr. Liu Tom Jing-zhi and Mr. Lao Kam Chi; the non-executive directors of the Company are Mr. Chan Lewis and Mr. Alain Vincent Fontaine; and the independent non-executive directors of the Company are Mr. O'Yang Wiley, Mr. Li Zongjin, Mr. Lee Wai Yat, Paco and Mr. Fok Wai Shun, Wilson.