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浙江升華蘭德科技股份有限公司

SHENGHUA LANDE SCITECH LIMITED*

(a joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 8106)

PROFIT WARNING

This announcement is made by Shenghua Lande Scitech Limited* (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the “**Board**”) of directors (the “**Director(s)**”) of the Company wishes to inform the shareholders and potential investors of the Company that, based on the initial assessment by the Company’s management of the unaudited consolidated management accounts of the Group for the nine months ended 30 September 2021 (the “**Relevant Period**”), the Group is expected to record a net loss attributable to owners of the Company from continuing and discontinued operations of approximately RMB13,485,000 (the “**Relevant Loss**”) for the Relevant Period as compared to a net loss attributable to owners of the Company from continuing and discontinued operations of approximately RMB7,090,000 for the corresponding period in the year 2020, representing an approximately 90.20% increase. Based on the relevant information currently available to the Company, the Board considers that the anticipated substantial increase in the net loss attributable to owners of the Company from continuing and discontinued operations for the Relevant Period was mainly attributable to the reasons as mentioned below.

The customer concentration of the Group’s provision of e-commerce supply chain services business was relatively high. Since the second half of the year 2020, the business volume continued to decline due to the business adjustment of the major customers. Therefore the revenue for the Relevant Period has decreased significantly compared with the same period of last year. At the same time, the Group has been cultivating community marketing services in the field of social e-commerce, and invested significant costs for early deployment (especially in the second and third quarters). The new business line has not yet generated income during the Relevant Period. These led to a significant decline in the segment results of the business during the Relevant Period. As a result, the net loss attributable to owners of the Company from continuing and discontinued operations for the Relevant Period is expected to increase substantially comparing to the same period of last year.

Despite this, the Board believes that the Relevant Loss has no material adverse impact on the Group's business operations and the Group maintains a stable financial position.

As the Company is still in the progress of finalising the unaudited consolidated results of the Group for the Relevant Period, the information contained in this announcement is only based on the preliminary assessment made by the Board on the latest consolidated management accounts of the Group and the information currently available, which have not been audited by the auditor of the Company or reviewed by the audit committee of the Company. Shareholders and potential investors of the Company are advised to refer to the Group's results for the Relevant Period, which will be issued by the Company in accordance with the GEM Listing Rules in November 2021.

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

By order of the Board
Shenghua Lande Scitech Limited*
Qi Jinsong
Chairman

Hangzhou City, the People's Republic of China, 1 November 2021

As at the date of this announcement, the Board comprises three executive Directors, being Mr. Qi Jinsong, Mr. Guan Zilong and Mr. Xu Jianfeng; one non-executive Director, being Mr. Chen Ping; and three independent non-executive Directors, being Mr. Cai Jiamei, Ms. Huang Lianxi and Mr. Shen Haiying.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules 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: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive; and (ii) there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page on the GEM website at www.hkgem.com for at least 7 days from the day of its posting and on the website of the Company at www.landpage.com.cn.

* For identification purposes only