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## **Geotech Holdings Ltd.**

### **致浩達控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 1707)**

## **PROFIT WARNING**

This announcement is made by Geotech Holdings Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) 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) concerning disclosure of inside information.

Based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2022 (the “**Period**”) and the information currently available to the board of directors (the “**Board**”) of the Company, the Board wishes to inform the shareholders of the Company and potential investors that the Group is expected to record a consolidated net loss in the range between approximately HK\$17.5 million to approximately HK\$21.5 million for the Period, as compared to the consolidated net loss of approximately HK\$10.6 million for the six months ended 30 June 2021.

Such expected increase in net loss is mainly attributable to the combined effect of the following factors:

- the recognition of impairment loss on other receivables (including material costs, subcontracting charges and expenses paid on behalf of a joint operator) of approximately HK\$13.9 million due to the significant increase in credit risk arising from such joint operator which has financial difficulties; and
- overall decrease in administrative expenses of approximately HK\$4.1 million largely resulting from the reduction in 1) staff costs from the construction and decoration operation in the Kingdom of Cambodia and property-related services in Hong Kong in order to keep the operating costs down; and 2) legal and professional fees as additional legal fees in relation to certain legal proceedings of the Group (as disclosed in the 2021 interim report published by the Company) were incurred in the first half of 2021.

As the Company is still in the process of finalising the interim results of the Group for the Period, the information contained in this announcement is only based on the Board's preliminary assessment of the unaudited consolidated management accounts of the Group and the information currently available, which have neither been reviewed by the audit committee of the Company nor reviewed or audited by the Company's auditors. The above information may be subject to further adjustments upon final review by the Board and the Company's auditors. Shareholders and potential investors are advised to refer to the details in the interim results announcement of the Group for the Period, which is expected to be published in late August 2022 in accordance with the Listing Rules.

**Shareholders of the Company and potential investors should exercise caution when dealing in the securities of the Company.**

By order of the Board  
**Geotech Holdings Ltd.**  
**Chen Zhi**  
*Chairman and executive Director*

Hong Kong, 5 August 2022

*As at the date of this announcement, the Board comprises Mr. Chen Zhi as chairman and executive Director, Mr. Qiu Dong as executive Director, Mr. Kung Ho Man as executive Director and chief executive officer, and Mr. Chan Tsang Mo, Mr. Shen Zejing and Mr. So Wai Man as independent non-executive Directors.*