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**中国科技产业集团有限公司**  
**CHINA TECHNOLOGY INDUSTRY GROUP LIMITED**  
*(incorporated in the Cayman Islands with limited liability)*  
(Stock Code: 8111)

**SUPPLEMENTAL ANNOUNCEMENT  
IN RELATION TO THE THIRD QUARTERLY REPORT  
FOR THE 9 MONTHS ENDED 31 DECEMBER 2021**

Reference is made to the third quarterly report of China Technology Industry Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) for the nine months ended 31 December 2021 (the “**Third Quarterly Report**”). Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning as those defined in the Third Quarterly Report.

Further to the information disclosed in the Third Quarterly Report, the Company would like to provide the shareholders of the Company and potential investors with the following supplemental information in relation to its business activities.

**UPDATE ON BUSINESS MODEL**

The Company has not engaged in the (1) sales of self-service automatic teller machine systems and printing systems, and (2) provision of hardware and software technical support services, for some time. The Company has instead decided to refocus its resources on its two principal business lines, being its (i) sales of renewable energy products business, and (ii) new energy power system integration business.

The Company's sales of renewable energy products business mainly involves the research, development and sales of photovoltaic mounting brackets, solar trackers, guardrails of solar power stations, solar power related products, and towers for wind turbines. In conjunction, the Company also provides, in some cases, (i) certain technology consultation services with respect to the photovoltaic mounting brackets that it sells (including photovoltaic mounting bracket design services), (ii) certain on-site services (including assisting customers on site with unloading goods, collecting products, stock-taking, final testing products before acceptance), and (iii) technical services for the wind turbine towers products (including technical advice, support and trainings).

The Company's new energy power system integration business mainly involves acting as the contractor of its customers' new power station projects, helping its customers integrate their equipment, functions and information into a connected, unified and coordinated system. The Company is also responsible for making project design proposals, conducting site visits, procuring construction materials, carrying out construction work, and assisting in operation trials. Finally, the Company offers subsequent system management services to its customers' new energy power stations.

The Company operates on a "project based" model, where each project will typically involve one customer. Under this model, the Company pursues business opportunities with EPC constructors of clean energy development projects (eg. solar or wind power generation farms or plants) in China for the supply of renewable energy products (such as photovoltaic mounting brackets, solar trackers, guardrails of solar power stations, solar power related products, and towers for wind turbines) that are specific for such project and/or the provision of power system integration for such wind or solar power generation projects. During the life of the project, the Company is typically responsible for, among other things, inspecting the land, supervising the suppliers' production site, receiving and examining equipment and materials, guiding installations, providing technical support, conducting tests, and resolving construction problems on-site. Typically, the contract amount (ie revenue) for a project involving the sales of renewable energy products is very substantial. Given the "project based" business model of the Company and its scale, the Company has also strategically sought to pursue fewer in number but larger in size projects.

## BUSINESS PROSPECTUS AND FUTURE PLANS

The Company continues to actively seek for opportunities to develop its business and expand its customer base, by keeping updated of the latest developments in the renewable energy projects space, and leveraging on the wealth of experience and extensive business networks of its management and shareholders.

As disclosed in the Third Quarterly Report, the Group's revenue amounted to approximately RMB68.2 million for the nine months ended 31 December 2021, representing a decrease of approximately 68.5 per cent as compared with approximately RMB216.5 million recorded for the nine months ended 31 December 2020, mainly attributable to a decrease in revenue from the sales of renewable energy products. The decrease in sales of renewable energy products was mainly due to the fact that, the Company had recently completed its 500MW solar power project, and 300MW wind power project, in Zhangbei county, the PRC (collectively, the "**Zhangbei Project**"), being its only project in recent years. After the completion of the Zhangbei Project, the Company had been in active discussions with a customer on the sale and installation of approximately 45,455 Solar Modules, collectively capable of generating around 25MW of electricity, on a 100MW solar power plant located in Hebei Province, the PRC (the "**Hebei Project**"). To that end, the Company had recently signed the sale and installation of solar modules agreement in relation to the Hebei Project, for a consideration of RMB48,000,000. Under the sale and installation of solar modules agreement, in addition to the sale and installation of solar modules, the Company shall also provide certain ancillary value-added services, including technical guidance, technical cooperation, technical training in relation to inspection and acceptance, performance testing, operation, and maintenance, of the solar modules. For more information, please refer to the announcement of the Company dated 31 March 2022.

In addition to the Hebei Project, the Group is also exploring other avenues of development, and is in active discussions with different potential business partners. Currently, the Company is considering setting up a solar modules production plant in Hebei. As the freight and insurance expenses involved in transporting components increase greatly with the distance of transportation, setting up a solar modules production plant near a project location will attract contractors of surrounding projects to purchase the Company's components. Meanwhile, it can also provide a stable supply of goods for the Company's key projects in Hebei, allowing the Company to better maintain quality control over its components, and bring synergy to its existing business. For example, it will have a positive impact on the sales of our existing solar related products, as the Company would be able to offer a more comprehensive suite of solar related products.

The Company continues to believe that the renewable energy sector shows promising business prospects. As the problem of climate change continues, the Chinese government is actively responding. In 2021, the Chinese government published the Opinions of the CPC Central Committee and the State Council on Completely, Accurately and Comprehensively Implementing the New Development Concept and Doing a Good Job in Peak Carbon Dioxide Emissions (《中共中央國務院關於完整準確全面貫徹新發展理念做好碳達峰碳中和工作的意見》) and Carbon Neutrality and the Action Plan for Peak Carbon Dioxide Emissions by 2030 (《2030年前碳達峰行動方案》), which put forward a number of goals to achieve carbon neutrality by 2060. Accelerating the construction of a clean, low-carbon, safe and efficient energy system is one of the key tasks mentioned in such policy papers.

The above supplemental information does not affect other information contained in the Quarterly Report. Save as disclosed in this announcement, other contents of the Quarterly Report remain unchanged.

By order of the Board  
**China Technology Industry Group Limited**  
**Chiu Tung Ping**  
*Chairman*

Hong Kong, 8 April 2022

As at the date of this announcement, the Board comprises the following Directors.

*Executive Directors:*

Chiu Tung Ping (*Chairman*)

Yuen Hing Lan

Hu Xin

Tse Man Kit Keith

*Independent non-executive Directors:*

Ma Xingqin

Shan Jinlan

Wang Zhuchen

*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 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.*

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