

【 For Immediate Release 】



# 高陞集團控股有限公司 Accel Group Holdings Limited

## **Accel Group Announces 2020 Interim Results Over HK \$320 Million of New Projects were Awarded during the Period "Smart Innovation" Continues to Advance**

(26 November 2020 – Hong Kong) Accel Group Holdings Limited (Stock code: 1283.HK, "Accel Group" or the "Group") announced its unaudited interim results for the six months ended September 30, 2020 (the "reporting period").

The COVID-19 continues to spread around the world and has a huge impact on countries around the world. The operating environment of the mechanical and electrical engineering industry is also affected. During the reporting period, the Group's revenue was HK\$240 million. The decrease in revenue was mainly due to the combined effects that most of the projects under taken were still in the early stages, and the repeated epidemic caused temporary delays in construction periods, and some projects were not recognized as revenue during the period. At present, many projects have resumed and progressed steadily on schedule, and the revenue is expected to gradually grow.

During the reporting period, the Group maintained a prudent attitude to strictly manage working capital and ensure a stable cash flow. The Group actively enhanced its cost budget management and control capability, representing a decrease of 3.5% to approximately HK \$190 million in cost of services; bank balance and cash (including pledged bank balances) increased by 33.0% from HK \$110 million at the beginning of the reporting period to HK \$150 million, maintaining healthy cash flow. In addition, by virtue of its competitive advantage and positive business strategy, the Group was successfully awarded 8 new projects (with a total contract sum amounting to approximately HK \$320 million) during the reporting period, so as to effectively cope with market changes with sufficient project reserves and lay a solid foundation for the continuous growth of the Group's business.

2020 is a year of seeking "smart innovation" business opportunities. Accel Group is committed to expanding its business into new areas of intelligent innovation and technology. In order to cope with the rapid growth of the Group, the Group successively established Accel Innovations Limited and signed a research cooperation memorandum with a local university on 23 September 2020, and planned to establish a joint research laboratory. It is expected that, combined with the cooperation energy of two parties, the strategy of cross-border integration of 5G smart big data will be extended, and the expansion and upgrading of mechanical ventilation, air conditioning and smart home

business of the group will be promoted by taking advantage of intelligent innovation. We are ready to develop core technologies and products, give full play to the linkage advantages of both sides, seize the business opportunities brought by the post epidemic new economic era, and consolidate and strengthen the Group's position in the electromechanical engineering industry in Hong Kong.

**Mr. Ko Laihung, Chairman and Chief Executive Officer of the Group**, said, “The epidemic has weakened the global economy for a long time. Actively expanding business and seeking new development opportunities have become important measures for the future development of the Group. With professional project management capabilities and practical development strategies since listing, the Group has been included in the MSCI Hong Kong Micro-Stock Index in November this year, and has been awarded "Asia's 200 Best Under A Billion" by the internationally renowned financial magazine "Forbes". The achievements are encouraging and fully confirm the great strength and development potential of the Group. The Group will pay close attention to the market situation, take the mechanical and electrical engineering service as the foundation, regard the innovation technology as the growth engine, so as to inject new impetus for the sustainable development of the Group, striving to bring better benefits to investors.”

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**About Accel Group Holdings Limited (Stock code: 1283.HK)**

Accel Group Holdings Limited (the “Group”) listed on the Main Board of the Stock Exchange of Hong Kong Limited in 2019. It is an electrical and mechanical engineering services provider with good track record. Its key customers are famous developers and architectural firms in Hong Kong. The Group has established experience in several significant construction projects for famous developers and architectural firms in Hong Kong. The Group is mainly engaged in installing electrical and mechanical facilities for various developers, including the installation of air-conditioning system, drainage system, water supply, swimming pool and fountain system, electrical and control system as well as smart electrical control system in buildings. The Group is committed to providing quality electrical and mechanical engineering services.

This press release is issued by **Financial PR (HK) Limited** on behalf of **Accel Group Holdings Limited**. For further information, please contact:

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