

[Immediate publication]



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

Accel Group to Announce 2021 Annual Results Continuous Expansion of Project Pipeline Pursue New Development Opportunities with the Trend of “Carbon Neutral”

(30 June 2021 – Hong Kong) **Accel Group Holdings Limited** (Stock Code: 1283, hereinafter referred to as “Accel Group” or the “Group”) announces its audited annual results for the 12 months ended 31 March 2021 (the “Year”).

While the COVID-19 pandemic continues to spread around the world and global economic activities have been hit and dragged down, the impact of the pandemic is far-reaching. However, the Group is committed to expanding its business and responding with excellent market resilience to reduce the impact of the pandemic. During the Year, the Group recorded revenue of HKD0.51 billion, similar to the same period last year, with profit increased to HKD73.30 million and the Group maintained a steady upward trend despite the pandemic. In terms of electrical and mechanical (“E&M”) engineering projects, the Group has sufficient project reserves. With the steady progress of various projects on schedule, it is expected that the operating conditions will continue to improve. Accordingly, the Board has proposed to increase the payment of final dividend for the year to 45% of the profit for the year, which is HK4.1 cents per share.

Favorable Industry Policies Actively Increasing Market Share

With nearly 30 years of experience in the E&M engineering industry, the Group’s business scale and quality advantages have become prominent, attracting the continuous popularity of new and existing customers, and the reserve of new E&M engineering projects has been further expanded. It is expected that the abundance of project reserve will continue to bring considerable income to the Group. Since the second quarter of 2021, the Group has been successfully awarded 9 new E&M engineering projects with a total contract sum of over HKD0.35 billion; Up to now, the Group is also actively working on 5 projects which have tendered for a total of over HKD0.50 billion with higher chance. In addition, the Group continued to maintain a stable and healthy cash flow, bank balances and cash (including pledge of bank balances) increased significantly by 35.8% to HKD0.24 billion during the Year from HKD0.18 billion in the same period last year, providing sufficient financial support for subsequent project operation.

Despite the past year, the market environment was full of challenges under the pandemic. As a leading enterprise in the E&M engineering industry, Accel Group has achieved significant development in various fields such as MVAC, electrical and plumbing and drainage systems, and the

Group is confident in its sustainable development in the future. According to the latest Construction Industry Quantity Forecast published by the Construction Industry Council, it is expected that there will be an increasing trend in the annual overall public and private construction works expenditure in Hong Kong in the next five years and ten years, which is expected to reach RMB 290,000,000,000 per year by 2024/25. Therefore, the Group remains optimistic about the future business prospects and will continue to leverage on its competitive edge in the industry to actively tender for private residential MVAC systems works in order to increase its market share, capture more orders and business opportunities and ensure the steady growth of the Group's business.

Responding to the Global to Upgrade Energy Saving Business

While consolidating the long-term development of the Group's business, promoting business innovation and upgrading is also the future development direction of the Group. In recent years, climate issues have become global issues. With the coming into effect of the Paris Agreement, the global advocacy of slogans such as "carbon neutrality" and "carbon peaks", together with the fact that the COVID-19 pandemic and climate change are highly valued, the Group's business strives to seek opportunities for change towards the "green approach". In particular, the high-efficiency and energy-saving of the E&M engineering business will usher in a new breakthrough. In view of the increasing numbers of aged buildings in Hong Kong, there are widespread problems of high energy consumption and high emission of E&M engineering systems in general. Therefore, the Group will actively respond to the "carbon neutral" policy and strive to integrate intelligent energy saving and emission reduction technologies into the existing E&M engineering business to promote business innovation and upgrade. At the same time, the Group will endeavor to explore cooperation opportunities with synergies. In the future, the Group may consider joining hands with more famous public institutions in the PRC and Hong Kong, including enterprises with high prosperity such as power supply and power generation, so as to consolidate the Group's leading position in the Hong Kong E&M engineering industry with the advantages of efficient and energy-saving technologies, and share the huge opportunities in the era under the goal of "carbon neutral".

Mr. Ko Lai Hung, Chairman and Chief Executive Officer of Accel Group Holdings Limited, said: "Since the end of 2019, the COVID-19 pandemic has been affecting all industries around the world. With its professional project management capabilities and effective operating strategies, the Group has achieved relatively stable development in annual results. It is known that the Group still has sufficient capacity to operate successfully under the pandemic, and the continuously expanding project reserves are expected to bring considerable revenue in the upcoming future. In recent years, Accel Group has been actively providing business development direction of smart energy conservation and environmental protection. With the increasing emphasis on the concept of "carbon neutrality", the Group will take advantage of the development trend, actively respond to the green policy, seize all opportunities for cooperation and business upgrade and development, inject sustainable development momentum into the Group, and strive to create higher value for shareholders."

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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