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Contel Technology Company Limited

康特隆科技有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1912)

PRICE-SENSITIVE INFORMATION

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the “**Board**”) of Contel Technology Company Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) wishes to inform the shareholders of the Company and the public the Group’s latest business development as follow:

Based on management accounts as at 30 September 2022, unaudited revenue of the Group for the third quarter of 2022 was around USD\$19.34m, representing a decrease of approximately 68% compared to US\$60.26m in the same quarter of 2021. When compared to unaudited revenue of US\$23.26m achieved in the second quarter of 2022, the Group’s unaudited revenue in the third quarter 2022 represented a decrease of approximately 17%. The Board believes that such decrease was mainly attributable to a general slowdown of economic and manufacturing activities in the second half of the year. In particular, trading condition was exacerbated by lockdowns of the Group’s main subsidiaries in China as a result of Covid cases discovered in such cities. Consequently, the Group’s offices and warehouses in China had not been able to operate in a normal manner.

Taking into account unaudited revenue of US\$92.09 million for the first three quarters of 2022 as mentioned above and existing backlog orders on hand for the fourth quarter, the Board foresees that the Group’s revenue for the year ending 31 December 2022 will be lower compared to US\$222 million achieved in 2021.

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

About the Group

The Group is engaged in the sourcing and sale of Integrated circuit (“IC”) products and the provisions of IC application solutions and value-added services to manufacturers of a wide range of consumer electronic products in China in the following five major product categories: (i) mobile devices and smart charging; (ii) motor control; (iii) RF power; (iv) LED lighting; and (v) sensors and automation.

By Order of the Board
Contel Technology Company Limited
Au Ka Man Silkie
Company Secretary

Hong Kong, 6 October 2022

As at the date of this announcement, the Board comprises Mr. Lam Keung, Mr. Qing Haodong and Mr. Mai Lu and Ms. Cheng Yu Pik as executive directors; Mr. Dan Kun Lei, Raymond, Mr. Chan Ngai Fan and Mr. Lai Man Shun as independent non-executive directors.