

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **HM International Holdings Limited**

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

**(Stock Code: 8416)**

### **SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2018 AND THE INTERIM REPORT FOR THE SIX MONTHS ENDED 30 JUNE 2019**

Reference is made to the prospectus dated 29 December 2016 of HM International Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) in relation to the listing of the Company’s shares on GEM of the Stock Exchange of Hong Kong Limited (the “**Prospectus**”), the annual report of the Company for the year ended 31 December 2018 (the “**Annual Report**”) and the interim report of the Company for the six months ended 30 June 2019 (the “**Interim Report**”). Unless otherwise defined or the context otherwise requires, terms used herein shall bear the same meanings as those defined in the Prospectus, the Annual Report and the Interim Report.

Reference is made to the paragraphs headed “Use of Net Proceeds from the Company’s Placing” of the Annual Report and the Interim Report respectively. The board of directors of the Company (the “**Board**”) would like to provide additional information to the Annual Report and the Interim Report.

Save as disclosed in this announcement, the supplementary information provided herein does not affect other information contained in the Annual Report and the Interim Report.

A table showing the planned usage of net proceeds from the Placing, the actual utilisation of the net proceeds from the Listing Date up to 31 December 2018 and 30 June 2019 and the remaining unused net proceeds up to 31 December 2018 and 30 June 2019 is set out below:

	Planned use of net proceeds from the Placing HK\$'000	Actual use of net proceeds up to 31 December 2018 HK\$'000	Actual use of net proceeds up to 30 June 2019 HK\$'000	Unutilised net proceeds up to 31 December 2018 HK\$'000	Unutilised net proceeds up to 30 June 2019 HK\$'000
Set up the New Office and improve the facilities in the Infinitus Plaza Office	17,487	15,297	15,297	2,190	2,190 <i>(Note 1)</i>
Enhance the Group's IT systems and infrastructures	14,962	6,106	7,011	8,856	7,951 <i>(Note 2)</i>
Enhance the Group's work force	3,817	3,794	3,794	23	23
General working capital	3,734	3,734	3,734	0	0
Total	<u>40,000</u>	<u>28,931</u>	<u>29,836</u>	<u>11,069</u>	<u>10,164</u>

*Notes:*

1. The unutilised net proceeds are mainly due to the unintended prolongation to the renovation work for the offices. The Group was unable to identify a suitable time frame to carry out further renovation and improvement work as planned, without having a significant impact to our business operation.
2. The unutilised net proceeds are mainly due to (i) the Group is still in the process of thoroughly reviewing the impacts on work force in terms of the effectiveness and efficiency and on its value-added process in regards to the implementation of a security mobile office system in the amount of approximately HK\$4.5 million; (ii) the Group is still in the process of selecting a suitable cloud computing solution for the purpose of enhancing its data server of rental of racks in cage to place its data servers and private cloud space in the amount of approximately HK\$ 2.2 million; (iii) the Group is considering the alignment of its software systems with the configurations of hardware equipment before undertaking an upgrade to its hardware equipment in the amount of approximately HK\$1 million; and (iv) the cost saving of approximately 0.2 million per year on maintenance fee of the new human resource software system.

For the unutilised net proceeds up to 30 June 2019, the Company intends to use them in the same manner and proportions as described in the Prospectus. The expected completion timeline for utilising the remaining unused net proceeds is set out below:

**Expected timeline for utilising the remaining  
unused net proceeds (Note)**

Set up the New Office and improve the facilities in the Infinitus Plaza Office	From 1 July 2019 to 30 June 2020
Enhance the Group's IT systems and infrastructures	From 1 July 2019 to 30 June 2020
Enhance the Group's work force	From 1 July 2019 to 30 June 2020

*Note:*

The expected timeline for utilising the remaining unused proceeds is based on the best estimation of the present and future business market conditions in Hong Kong made by the Board.

The Board confirms that there will not be any change to the original intended use of proceeds or the allocated amount. As noted above, the unutilised proceeds were due to the need of further time while the direction of the Group's principal business had remained the same since the Listing.

Prolonging the expected timeline (i) enables the Group to keep disruption to our operation to a minimum when undertaking renovation work; and (ii) allows the Group to make careful decisions regarding the IT enhancement with reference to the latest internal and external factors.

The Board therefore considers that it is in the best interests of the Company and its shareholders as a whole.

By order of the Board  
**HM International Holdings Limited**  
**Yu Chi Ming**  
*Chairman*

Hong Kong, 18 October 2019

*As at the date of this announcement, the executive directors of the Company are Mr. Yu Chi Ming, Mr. Tse Kam Wing Walter and Mr. Chan Wai Lin; and the independent non-executive directors of the Company are Mr. Choi Hon Ting Derek, Mr. Ng Jack Ho Wan and Mr. Wan Chi Wai Anthony.*

*This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited 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.*

*This announcement is published on the GEM website at [www.hkgem.com](http://www.hkgem.com) and will remain on its "Latest Listed Company Information" page for at least seven days from the date of publication. This announcement will also be published on the Company's website at [www.hetermedia.com](http://www.hetermedia.com).*