

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.



利·寶·閣

Li Bao Ge Group Limited

利寶閣集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1869)

**VOLUNTARY ANNOUNCEMENT –
MEMORANDUM OF UNDERSTANDING WITH
KAFELAKU COFFEE INTERNATIONAL HOLDING LIMITED**

This is a voluntary announcement made by Li Bao Ge Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) to inform its shareholders of the latest business development of the Group.

MEMORANDUM OF UNDERSTANDING

The board of directors (the “**Board**”) of the Company is pleased to announce that on 29 July 2022 (after trading hours), the Company entered into a non-legally binding memorandum of understanding (the “**MOU**”) with Kafelaku Coffee International Holding Limited 貓屎咖啡國際控股有限公司 (“**Kafelaku Coffee International Holding**”), pursuant to which both parties propose to develop business cooperation (the “**Business Cooperation**”) in the People’s Republic of China (the “**PRC**”) in respect of opening chain stores for civet coffee, the manner of cooperation and other relevant terms are subject to further negotiations and the signing of a formal cooperation agreement.

Kafelaku Coffee International Holding is an operating company in the PRC with the well-known trademark “Kafelaku Coffee”. Since the establishment of its brand in 2011, it has opened over 200 stores in 26 provinces and cities across the PRC, accomplishing a full coffee industry chain from coffee cultivation, processing base, chain stores and coffee fast-moving consumer goods. To the best knowledge, information and belief of the Board, having made all reasonable enquiries, Kafelaku Coffee International Holding and its ultimate beneficial owners are independent of the Company and its connected persons (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”)).

According to relevant industry reports, it is projected that the future market size of coffee chain stores in the PRC will be tremendous and has enormous development potential.

The Board considers the Business Cooperation is conducive for the Group to further expand its scope of business and various sources of income. The Board believes that the MOU is in the interest of the Company and its shareholders as a whole.

The Board wishes to emphasise that negotiations in respect of the Business Cooperation are still ongoing, and the Business Cooperation is subject to the signing of a formal agreement. As such, the Business Cooperation may or may not proceed. If necessary, the Company will make further announcements pursuant to the Listing Rules as and when appropriate.

Shareholders of the Company and potential investors should exercise caution when dealing in the securities of the Company.

By order of the Board
Li Bao Ge Group Limited
Chan Chun Kit
Chairman

Hong Kong, 1 August 2022

As at the date of this announcement, the executive Directors are Mr. Chan Chun Kit, Ms. Chan Josephine Wai Sze and Ms. Zhu Xueqin; the non-executive Director is Mr. Chow Yiu Pong David; and the independent non-executive Directors are Mr. Kan Sze King Kenneth, Mr. Lee Cheung Yuet Horace and Mr. Chan Ming Kei.