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美亞控股有限公司*
MAYER HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 01116)

(the “Company”)

UPDATES ON GUANGZHOU MAYER

This announcement is made by the Company pursuant to Rule 13.24A of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) in relation to the latest operating status of Guangzhou Mayer Corporation Limited, a subsidiary of the Company (“**Guangzhou Mayer**”).

As stated in the Company’s periodic announcement dated 29 September 2017, the new management of Guangzhou Mayer (the “**New GZM Management**”) had successfully resumed the on-site control of the operation and governance of Guangzhou Mayer on 12 July 2017. Thereafter, Guangzhou Mayer has resumed its normal operation situation quickly, including the commencement and completion of audits over the last seven years.

As soon as the resumption of physical control over Guangzhou Mayer took place in July 2017, the New GZM Management managed to stabilize the factory’s production and the upkeep of normal production capacity had been achieved quickly. With an effective human resources management system and a good business relationship between Guangzhou Mayer and its suppliers, the New GZM Management has adopted a “Just-in-Time” approach in maximizing the factory’s production capacity and minimizing the level of inventory. The purchases of production materials are carefully scheduled to align with the timeline and the size of the sales orders placed by the customers. Averaging the period from August 2017 to July 2018, the monthly production capacity of Guangzhou Mayer was as follows:

Products			
Carbon Strip and Carbon Plate	Carbon Pipe	Stainless Steel Pipe	Stainless Steel Fitting
23,000 tons	2,000 tons	400 tons	300,000 pieces

* For identification purpose only

Although the export of steel products had been reduced due to the global trade tension and the fluctuation of foreign exchanges during the first half of 2018, Guangzhou Mayer had performed its utmost to capture more sales in the domestic market in China. For the six months ended 30 June 2018, Guangzhou Mayer achieved sales revenue of approximately Renminbi (“RMB”) 194 million, representing a growth of 13.96 percent as compared to the same period of last year. The yearly budgeted profits before tax for 2018 was RMB 16 million whereas the estimated profits before tax for the six months ended 30 June 2018 was approximately RMB 8.44 million, a surge of 5.65 times as compared to the same period of last year. The approximate sales performance of Guangzhou Mayer the six months ended 30 June 2018 is presented as the following tables:

	Carbon Strip and Carbon Plate	Carbon Pipe	Stainless Steel Pipe	Stainless Steel Fitting
Sales units	44,211 tons	5,666 tons	1,022 tons	1.23 million pieces
Sales (in RMB million)	129.85	28.06	19.68	16.79
Gross profit (%)	10.36			

	Carbon Coil	Stainless Steel Coil	Stainless Steel Fitting
Purchase units	31,457 tons	1,646 tons	2.14 million pieces
Purchase amounts (in RMB million)	143.32	21.95	6.65

As at 30 June 2018, the total number of employees of Guangzhou Mayer was 310. During the period from 1 January 2018 to 31 July 2018, Guangzhou Mayer had entered into sales contracts amounting to approximately RMB 265.87 million of which the top ten sales contracts and top five sales contracts account for 37.12 percent and 24.17 percent, respectively. As at the date of this announcement, most of the above-mentioned sales contracts had been duly completed. Save as disclosed herein, Guangzhou Mayer had not entered into any other material contracts of any kind during the period from 12 July 2017 to the date of this announcement.

As disclosed in the Company’s announcement dated 20 July 2018, among others, approximately HK\$97.80 million would be raised by means of an open offer (the “**Open Offer**”) for satisfying the need of capital expenditure in the budgetary planning of Guangzhou Mayer for the years of 2018 and 2019. In accordance with Rule 7.24A(1) of the Listing Rules, the Open Offer is subject to the approval of the minority shareholders of the Company at a proposed extraordinary general meeting (the “**Proposed EGM**”). The Company is now in the course of preparing the relevant circular for the Proposed EGM. Should the Open Offer proceed as anticipated, the New GZM Management is confident that the production capacity will be strengthened to generate more profits to the shareholders of both the Company and Guangzhou Mayer. The additional capital funding raised by the Open Offer is crucial to the future development of Guangzhou Mayer in its operating industry of

manufacturing steel products in China. In summary, the principal performance targets for the years of 2018 and 2019 committed by the New GZM Management include the following:

		2018	2019
Turnover (in RMB million)	Carbon Strip and Carbon Plate	3.45	3.45
	Carbon Pipe	0.53	0.70
	Stainless Steel Pipe	0.36	0.43
	Stainless Steel Fitting	0.36	0.42
Total for the year		4.70	5.00

		2018	2019
Sales Profit (in RMB million)	Carbon Strip and Carbon Plate	0.12	0.12
	Carbon Pipe	0.01	0.04
	Stainless Steel Pipe	0.01	0.01
	Stainless Steel Fitting	0.02	0.03
Total for the year		0.16	0.20

Continued suspension of the trading in the Shares

The Company requested to suspend the trading in the Shares on the Stock Exchange with effect from 9:00 a.m. on 9 January 2012 pending the release of an announcement by the Company which was of price-sensitive in nature. Trading in the Shares will continue to be suspended until further notice.

The Company will keep the Shareholders and potential investors informed of any material development in connection with the above matters by way of periodic announcements and/or further announcement(s) as and when appropriate.

For and on behalf of the Board
Mayer Holdings Limited
 Lee Kwok Leung
Chairman and Executive Director

Hong Kong, 8 August 2018

As at the date hereof, the Board comprises three executive directors; namely, Mr. Lee Kwok Leung, Mr. Xu Lidi and Mr. Lin Jinhe; one non-executive director; namely, Mr. Wang Dongqi; and three independent non-executive directors; namely, Mr. Lau Kwok Hung, Mr. Ng Cheuk Lun and Mr. Deng Shimin.