

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.



HARBOUR DIGITAL

Harbour Digital Asset Capital Limited

港灣數字產業資本有限公司

(formerly known as Unity Investments Holdings Limited 合一投資控股有限公司)

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 913)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

Reference is made to the annual report of Harbour Digital Asset Capital Limited (the “**Company**”, formerly known as “Unity Investments Holdings Limited”, and together with its subsidiaries, the “**Group**”) for the year ended 31 December 2020 published on 29 April 2021 (the “**Annual Report**”). Capitalised terms used herein shall have the same meanings as those defined in the Annual Report unless otherwise specified.

In addition to the information contained in the Annual Report, the board (the “**Board**”) of directors of the Company hereby further provides to the shareholders of the Company and the potential investors with the following supplementary information as follows:

USE OF PROCEEDS FROM PLACING

In addition to the information disclosed in the Annual Report regarding the issue of new shares pursuant to a placing agreement entered into on 19 May 2020, the Company would like to provide the additional information as required under paragraph 11(8) of Appendix 16 of the Listing Rules in relation to the use of proceeds from the placing.

The aggregate gross proceeds of the placing were approximately HK\$5.6 million and the aggregate net proceeds of the placing, after deduction of expenses, were approximately HK\$5.3 million. The net proceeds from the placing were intended to be used for the general working capital of the Group and for future investments pursuant to the investment objectives of the Company. As of 31 December 2020, the net proceeds of HK\$5.3 million were fully in working capital of approximately HK\$4.3 million and listed investments of approximately HK\$1.0 million as intended.

SIGNIFICANT INVESTMENTS

In addition to the information of significant investments disclosed in Executive Director's Statement & Management Discussion and Analysis of the Annual Report, the Company would like to provide the additional information as required under paragraph 32(4A)(a) of Appendix 16 of the Listing Rules as follows:

Significant Investments	Percentage of fair value of significant investments to the Company's total assets as at 31 December 2020	Unrealised gain/(loss) recorded by the Company during the year ended 31 December 2020 <i>HK\$'000</i>
Keen Champ	29.0%	(6,421)
Peak Zone	6.4%	(18,980)
Pure Power	8.3%	(16,051)
WLS	9.0%	5,550
AMCO	5.9%	8,621

SHARE OPTION SCHEME

In addition to the information of share option scheme disclosed in note 17 to the Consolidated Financial statements of the Annual Report, the Company would like to provide the additional information as required under Rule 17.07 of the Listing Rules as follows:

Category	Date of Grant	Exercise Price	Option Period	Number of options held as at 1 January 2020	Number of options granted during the year	Number of options exercised during the year	Number of options cancelled/ lapsed during the year	Number of options held as at 31 December 2020
Directors								
Ms. HU Xiaoting	9 May 2019	HK\$1.000*	Two years from date of grant	1,860,000*	-	-	-	1,860,000
	11 May 2020	HK\$0.179	Three years from date of grant	-	1,860,000	-	-	1,860,000
Ms. CHUNG Fai Chun	11 May 2020	HK\$0.179	Three years from date of grant	-	1,860,000	-	-	1,860,000
Employees (in aggregate)	8 May 2018	HK\$1.000*	Two years from date of grant	1,860,000*	-	-	(1,860,000)	-
	9 May 2019	HK\$1.000*	Two years from date of grant	1,860,000*	-	-	-	1,860,000
	11 May 2020	HK\$0.179	Three years from date of grant	-	11,160,000	-	-	11,160,000
	26 June 2020	HK\$0.166	Three years from date of grant	-	3,720,000	-	-	3,720,000
Advisors (in aggregate)	8 May 2018	HK\$1.000*	Two years from date of grant	13,600,000*	-	-	(13,600,000)	-
Total				19,180,000	18,600,000	-	(15,460,000)	22,320,000

* The numbers and exercise prices of options are adjusted to take into account the capital reorganization, as detailed in the Company's circular dated 21 October 2019 and announcement dated 20 February 2020.

OTHER OPERATING EXPENSES

In connection with Other Operating Expenses of approximately HK\$11,285,000 for the year ended 31 December 2020 (2019: approximately HK\$8,375,000), the Company would like to provide the additional information of Other Operating Expenses as follows:

	Year ended 31 December 2020 HK\$'000	Year ended 31 December 2019 HK\$'000
Marketing expenses	1,800	600
Administrative expenses	7,357	5,999
Legal costs	2,128	1,776
	<u>11,285</u>	<u>8,375</u>

Legal costs of approximately HK\$2,128,000 (2019: approximately HK\$1,776,000) were incurred for the winding-up petition (the “Petition”) against L & A International Holdings Limited (“L & A”, now known as “Legendary Group Limited”), the shares of which are listed on GEM of the Stock Exchange with stock code of 8195. The Company has invested in L & A and recorded substantial amount of losses.

Referring to the court verdict of GE Qingfu and others v L & A International Holdings Limited and others [HCMP 2222/2016], which relates to the grant of 2 billion share options (the “Disputed Options”) of L & A and the allotting of 1.6 billion shares pursuant to the Disputed Options, Mr. Recorder POW SC stated that he found that the relevant board meeting of L & A was later hijacked by the participated directors as a stage to fake the granting of the Disputed Options on 22 July 2016. Mr. POW also stated that he did not find certain defendants, who were the then directors of L & A, to be honest and reliable witnesses. Having consulted with the legal advisors of the Company, the Company has ground to apply for the Petition to recover the losses of the Company as much as possible. As of 31 December 2020, the Company has recorded accumulated losses on investment in L & A of over HK\$90 million. As of the date of approving the Annual Report on 29 March 2021 and the date of this announcement, the legal proceedings relating to the Petition are yet to be finalised.

The above supplementary information does not affect the other information contained in the Annual Report. Save as disclosed above, all other information in the Annual Report remains unchanged.

By order of the Board
Harbour Digital Asset Capital Limited
港灣數字產業資本有限公司
SHUM Kit Lan Anita
Executive Director

Hong Kong, 14 September 2021

As at the date of this announcement, the Board comprises the following directors:

Executive Director:

Ms. SHUM Kit Lan Anita

Non-executive Director:

Ms. HU Xiaoting

Independent non-executive Directors:

Mr. HUNG Cho Sing

Ms. CHUNG Fai Chun

Mr. YU Tat Chi Michael

In the case of any inconsistency, the English text of this announcement shall prevail over the Chinese.