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**PRECIOUS DRAGON TECHNOLOGY HOLDINGS LIMITED**  
**保寶龍科技控股有限公司**

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

**(Stock Code: 1861)**

**ANNOUNCEMENT ON THE COMPLIANCE WITH  
THE NON-COMPETITION UNDERTAKINGS**

Reference is made to the prospectus of Precious Dragon Technology Holdings Limited (the “**Company**“) dated 3 June 2019 (the “**Prospectus**“) and the annual report of the Company for the year ended 31 December 2019 (the “**Annual Report**“). The capitalised terms used herein shall have the same meanings as those defined in the Prospectus and the Annual Report unless context requires otherwise.

**THE DEED OF NON-COMPETITION**

The Controlling Shareholders entered into the Deed of Non-Competition dated 27 May 2019 in favour of the Company (for itself and as trustee for each of its subsidiaries), pursuant to which each of the Controlling Shareholders shall not engage in any business which is or may be in competition with the business of the Group from to time so long as it remains as a Controlling Shareholder.

Further to the information disclosed in the Annual Report, the Company wishes to provide the following supplemental information regarding the compliance of the non-competition undertakings (the “**Non-Competition Undertakings**“) pursuant to the Deed of Non-Competition by the Controlling Shareholders and the procedures which the Company has taken to confirm such compliance.

Each of the Controlling Shareholders has made an annual declaration by providing a written confirmation (altogether the “**Confirmations**“) to the Company confirming that he/it has fully complied with the Non-Competition Undertakings and did not conduct any competing business with the Group for the year ended 31 December 2019.

Upon receiving the Confirmations, the independent non-executive directors of the Company (the “INEDs”) have reviewed the same as part of the annual review process. In determining whether the Controlling Shareholders have fully complied with the Non-Competition Undertakings for the year ended 31 December 2019, the INEDs noted that (i) each of the Controlling Shareholders has declared that he/it has fully complied with the Non-Competition Undertakings for the year ended 31 December 2019; (ii) no competing business was reported by the Controlling Shareholders for the year ended 31 December 2019; and (iii) there was no particular situation rendering the full compliance of the Non-Competition Undertakings being questionable. In view of the above, the INEDs are satisfied that the Controlling Shareholders have fully complied with the Non-Competition Undertakings for the year ended 31 December 2019.

As at the date of this announcement, the Company was not aware of any other matters regarding the compliance of the Non-Competition Undertakings and there has not been any change in the terms of the Deed of Non-Competition since the Company’s listing of its shares on the Stock Exchange.

The above additional information does not affect other information contained in the Annual Report, and save as disclosed in this announcement, the remaining contents of the Annual Report remain unchanged.

By order of the board of  
**Precious Dragon Technology Holdings Limited**  
**Ko Sau Mee**  
*Chairlady and Executive Director*

Hong Kong, 10 July 2020

*As at the date of this announcement, the executive Directors are Ms. Ko Sau Mee, Ms. Lin Hing Lei, Mr. Lin Hing Lung and Mr. Yang Xiaoye; and the independent non-executive Directors are Mr. Lee Yiu Pui, Mr. Poon Tak Ching and Mr. Pang Cheung Wai Thomas.*