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## **BEAVER GROUP (HOLDING) COMPANY LIMITED**

**永勤集團(控股)有限公司**

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

**(Stock Code: 8275)**

### **CHANGE IN USE OF NET PROCEEDS FROM THE SHARE OFFER**

Reference is made to the prospectus (the “**Prospectus**”) issued by Beaver Group (Holding) Company Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 29 September 2017, in relation to the share offer of the shares of the Company (the “**Share Offer**”) and the listing of the Company’s shares on GEM of The Stock Exchange of Hong Kong Limited (the “**Listing**”). Unless otherwise stated, capitalized terms used in this announcement shall have the same meanings as those defined in the Prospectus.

#### **CHANGE IN USE OF NET PROCEEDS**

The Company’s net proceeds from the Share Offer, after deduction of the underwriting fees, commissions and other related expenses, amounted to approximately HK\$28.4 million (the “**Net Proceeds**”). As at the date of this announcement, the Company utilised HK\$12.8 million, which accounted for approximately 45.1% of the Net Proceeds.

On 10 September 2018, the board (the “**Board**”) of directors of the Company (the “**Directors**”) has resolved to change the proposed use of the unutilised portion of the Net Proceeds.

Details of the original allocation of the Net Proceeds, the revised allocation of the Net Proceeds and the utilised Net Proceeds as at the date of this announcement are set out as follows:

<b>Use of Net Proceeds as set out in the Prospectus</b>	<b>Original allocation</b> <i>HK\$ million</i>	<b>Revised allocation</b> <i>HK\$ million</i>	<b>Utilised amount as at the date of this announcement</b> <i>HK\$ million</i>	<b>Remaining balance after revised allocation</b> <i>HK\$ million</i>
Expansion of the scope of service of the Group	4.6	8.4	2.0	6.4
Expansion of the capacity of the Group	21.1	17.3	8.1	9.2
General working capital	<u>2.7</u>	<u>2.7</u>	<u>2.7</u>	<u>0</u>
	<u><u>28.4</u></u>	<u><u>28.4</u></u>	<u><u>12.8</u></u>	<u><u>15.6</u></u>

#### **REASONS FOR AND BENEFITS OF THE CHANGE IN USE OF NET PROCEEDS**

The Directors originally allocated a part of the Net Proceeds which amounted to approximately HK\$12.2 million, HK\$5.5 million and HK\$4.8 million to acquire one set of crawler crane, oscillator and RCD rig respectively. In view of the trend of private development programs and supported by the recently awarded contracts of the Group, the Directors anticipate that the demand for construction of small diameter pre-bored piles will increase in the coming future. Further, with the expansion of the Company's capacity and with the increasing numbers of job sites, the Directors consider that technical staff including site engineers and quantity surveyors has become more essential to the Company's operational management team. Hence, in order to utilise the Net Proceeds effectively, the Directors consider that it would be more suitable and practical for the Group to acquire one full set of piling machine with accessories which are used for construction of small diameter pre-bored piles and recruit additional technical staffs instead of acquiring one crawler crane to implement the expansion plans of the Company.

The change is in line with the Group's primary business objective to strengthen the position of the Company to take up more foundation projects in order to broaden the income sources, expand the customer base and achieve sustainable growth of the Group.

The Directors confirm that there are no material changes in the nature of business of the Group as set out in the Prospectus.

The Directors consider that the above change in the use of the Net Proceeds is fair and reasonable and in the interests of the Company and its shareholders as a whole.

By order of the Board  
**Beaver Group (Holding) Company Limited**  
**Tang Kwai Leung Stanley**  
*Chairman and Executive Director*

Hong Kong, 10 September 2018

*As at the date of this announcement, the Board comprises Mr. Tang Kwai Leung Stanley and Mr. Chui Koon Yau as executive Directors; and Mr. Cheung Chung Chuen George, Mr. Leung Wai Hung and Mr. Law Ching Ning Paschal as independent non-executive Directors.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules 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 will remain on the website of The Stock Exchange of Hong Kong Limited at [www.hkexnews.hk](http://www.hkexnews.hk) on the "Latest Information" page for at least 7 days from the date of its posting and will be published on the Company's website at [www.beavergroup.com.hk](http://www.beavergroup.com.hk).*