

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.



METROPOLIS CAPITAL HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8621)

SUPPLEMENTAL ANNOUNCEMENT

Reference is made to the annual report of Metropolis Capital Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) for the year ended 31 December 2019 (“**FY2019**”) dated 15 May 2020 (the “**2019 Annual Report**”) and the announcement of the Group dated 15 May 2020 in relation to the update to the annual results of the Group for FY2019 (the “**Announcement**”). Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the 2019 Annual Report and the Announcement.

Further to the information disclosed in the 2019 Annual Report and the Announcement, the Company wishes to provide to the shareholders of the Company and the potential investors with the following supplementary information:

THE BREAKDOWN OF THE OPERATING EXPENSES

According to the 2019 Annual Report, the Company recorded other operating expenses of RMB14.4 million for FY2019. The detailed breakdown of those expenses is disclosed as follow:

	2019	2018
	RMB	RMB
Auditors’ remuneration (note (a))	3,638,340	648,402
Depreciation and amortisation (note (b))	1,341,748	432,608
Office rental expenses (note (b))	159,053	1,625,341
Office administrative expenses	923,131	937,946
Promotion expenses	1,805,999	1,264,315
Professional fees (note (c))	3,538,270	–
Other professional fees (note (c))	1,918,179	2,726,912
Travelling and entertainment	1,083,395	1,581,433
Total	14,408,115	9,216,957

Notes:

- (a) As disclosed in the annual report of the Group for the year ended 31 December 2018 (“FY2018”), the auditor’s remuneration of the Group for FY2018 comprised fees of RMB648,402 and RMB2,960,743 for audit service and non-audit services (as reporting accountant for the listing of the Group) respectively totaling RMB3,609,145. Auditors’ remuneration for non-audit services for FY2018 represented the listing expenses paid/payable to reporting accountants during the Company’s listing. Auditor’s services remuneration in respect of audit service for both FY2018 and FY2019 in the respective amount of RMB648,402 and RMB3,638,340 was included in other operating expenses, accordingly.
- (b) The adoption of IFRS 16 at 1 January 2019 by the Group led to recognition of right-of-use assets and depreciation expenses, which was recorded under the item “Depreciation and amortisation” for office leases, whereas the expenses related to office leases were recorded under the item “Office rental expenses” during the FY2018. Rental expenses in respect of short-term leases are also included under the item “Office rental expenses” during the FY2019. More details were set out in Notes 3 and 15 to the consolidated financial statements of the Group included in the 2019 Annual Report.
- (c) Professional fees in FY2019 include all the expenses arising from professional services in relation to the Company’s listing compliance matter, such as fees paid to compliance advisors, financial printers and so on. Other professional fees for both FY2018 and FY2019 include all the expenses arising from professional services in relation to the Group’s business operation, such as legal expenses for lease payment collection, tax advisory fees and so on.

This supplemental announcement is supplemental to and should be read in conjunction with the figures and notes elaborated in the consolidated financial statements of the Group set out in the 2019 Annual Report and the Announcement.

By order of the Board
Metropolis Capital Holdings Limited
Chau David

Chairman, chief executive officer and executive Director

Hong Kong, 20 July 2020

As at the date of this announcement, the executive Directors are Mr. Chau David and Ms. Zhou Hui, the non-executive Director is Ms. Chau On; and the independent non-executive Directors are Mr. Lau Chung Wai, Mr. Mo Luojiang and Mr. Lo Kai Tung.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules 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, (i) the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive; and (ii) there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the “Latest Listed Company Information” page of the GEM website of the Stock Exchange (www.hkgem.com) for at least 7 days from its date of publication. This announcement will also be published on the website of the Company at www.metropolis-leasing.com.