

*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.*



XINGDA

兴 达

**XINGDA INTERNATIONAL HOLDINGS LIMITED**

**興達國際控股有限公司**

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

**(Stock Code: 1899)**

## **UPDATE OF INTERNAL CONTROL REVIEW ON IMPLEMENTATION OF ENHANCED COMPUTERIZED MODULE**

Reference is made to the announcement of Xingda International Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 17 January 2022 on the results of internal control review, the Company’s announcements dated 19 April 2022 and 28 July 2022, respectively, on the update of status of the relevant internal control review and the Company’s announcement dated 13 September 2022 on the internal control review on the implementation of the Enhanced Computerized Module (the “**September 2022 IC Review Announcement**”, with other announcements collectively, the “**IC Review Status Update Announcements**”). Unless otherwise defined, terms used herein shall bear the same meanings as defined in the IC Review Status Update Announcements.

The Internal Control Consultant has obtained and reviewed effective samples for sales transactions of Jiangsu Xingda under Category I to Category V after the implementation of the Enhanced Computerized Module for the period from 1 August 2022 to 31 December 2022. The Internal Control Consultant did not identify any deficiency or material inaccuracy for the recognition of sales and transportation expenses by Jiangsu Xingda under the enhanced procedures after the implementation of the Enhanced Computerized Module.

As mentioned in the September 2022 IC Review Announcement, the Enhanced Computerized Module and the upgraded procedure for recognition of sales and transportation expenses have not been implemented for Shandong Xingda or Thailand Xingda. No changes have been made to the existing procedures for recognition of sales and transportation expenses for Shandong Xingda and Thailand Xingda since the last time the Internal Control Consultant reviewed the enhanced procedures for recognition of sales and transportation expenses adopted as mentioned in the September 2022 IC Review Announcement. The Internal Control Consultant did not identify any deficiency or material inaccuracy for the recognition of sales and transportation expenses by Shandong Xingda and Thailand Xingda.

Based on the aforesaid reviews, the audit committee and the board of directors of the Company consider that the implementation of the Enhanced Computerized Module by the Group effectively enhances the internal control of the financial reporting of the Group, and believe that the accuracy of the bookkeeping and the fairness of its financial reporting can be maintained under such control. The Group will, from time to time, assess the effectiveness of its internal control system to ensure the accuracy of the bookkeeping and the fairness of the financial reporting of the Group.

By Order of the Board of  
**Xingda International Holdings Limited**  
**Liu Jinlan**  
*Chairman of the Board*

Shanghai, the PRC, 12 April 2023

*As at the date of this announcement, the executive Directors are Mr. LIU Jinlan, Mr. LIU Xiang, Mr. TAO Jinxiang and Mr. ZHANG Yuxiao and the independent non-executive Directors are Mr. KOO Fook Sun, Louis, Mr. William John SHARP and Ms. XU Chunhua.*