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(incorporated in the Cayman Islands with limited liability)

(Stock code: 8371)

DISCLOSEABLE TRANSACTION NEW LEASE AGREEMENTS FOR THE OPENING OF TWO NEW JAPANESE RESTAURANTS

Reference is made to the Announcement issued by the Company dated 18 May 2020 with regards to the entering of Lease One for the opening of a new Japanese restaurant under a new brand “Wasyokuya Yamaichi”.

The Board is pleased to announce that on 6 July 2020 (after trading hours), a wholly owned subsidiary of the Company entered into Lease Two at the same shopping mall with the same Landlord as Lease One for the opening of a new Nabe Urawa Restaurant.

LISTING RULES IMPLICATIONS

All of the Applicable Percentage Ratios in respect of the Lease Assets of Lease One and Lease Two individually are less than 5%, however when aggregated together, one or more of the Applicable Percentage Ratios in respect of the Aggregated Lease Assets exceed(s) 5% but less than 25%, therefore the Aggregated Lease Assets constitutes a discloseable transaction of the Company under Chapter 19 of the GEM Listing Rules and is subject to the reporting and announcement requirements under the GEM Listing Rules.

INTRODUCTION

Reference is made to the Announcement issued by the Company dated 18 May 2020 with regards to the entering of Lease One for the opening of a new Japanese restaurant under a new brand “Wasyokuya Yamaichi”.

The Board is pleased to announce that on 6 July 2020 (after trading hours), a wholly owned subsidiary of the Company entered into Lease Two at the same shopping mall with the same Landlord as Lease One for the opening of a new Nabe Urawa Restaurant.

To the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, as at the date of this announcement, the Landlord is an independent third party of the Company and not connected persons of the Company.

(1) Lease One

Details of Lease One as disclosed in the Announcement are as follows:

Wasyokuya Yamaichi - The LOHAS, Tseng Kwan O

Terms of the Lease:

Location:	Shop 319, The LOHAS, Tseng Kwan O, Hong Kong.
Approximate Site Area:	2,000 sq.ft.
Lease Term:	3 years with an option to renew for another 3 years
Commencement:	16 August 2020

The new Wasyokuya Yamaichi Restaurant is expected to commence operations in August 2020.

The Lease Assets for Lease One amounted to approximately HK\$9,813,000.

(2) Lease Two

The basic terms of Lease Two are as follows:

Nabe Urawa- The LOHAS, Tseng Kwan O

Terms of the Lease:

Location:	Shop 305, The LOHAS, Tseng Kwan O, Hong Kong.
Approximate Site Area:	2,600 sq.ft.
Lease Term:	3 years with an option to renew for another 3 years
Commencement:	3 August 2020

The new Nabe Urawa Restaurant is expected to commence operations in October 2020.

The Lease Assets for Lease Two amounted to approximately HK\$13,927,000.

INFORMATION ON THE LANDLORD

The Landlord is major property developer and operator of premium shopping malls in Hong Kong. The Landlord is also the operator of all rail networks within Hong Kong. Other shopping malls owned and managed by the Landlord includes the Element, Telford, Maritime Square and PopCorn. The Landlord is listed on the Main Board of the Stock Exchange. For the year ended 31 December 2019, the landlord recorded revenue of approximately HK\$54.5 billion of which approximately HK\$5.1 billion were from the Hong Kong property rental and management business.

Located in Tseng Kwan O as a part of the Lohas Park, the LOHAS is expected to open in August 2020. With a gross floor area of approximately 480,000 square foot, the LOHAS will have the largest indoor ice rink in Hong Kong and the largest cinema in Tseung Kwan O. The Lohas Park is the largest residential enclave in Hong Kong with an estimated 58,000 residents in 21,500 apartments.

REASONS AND BENEFITS

Due to the protests which escalated from June 2019 and the COVID-19 pandemic, securing good restaurant locations has become less competitive and the Board believes that opening new restaurants in high footfall traffic shopping malls such as the LOHAS is in line with the business strategy of the Group and is in the best interest of the Company and the Shareholders as a whole.

IMPLICATIONS UNDER THE GEM LISTING RULES

All of the Applicable Percentage Ratios in respect of the Lease Assets of Lease One and Lease Two individually are less than 5%, however when aggregated together, one or more of the Applicable Percentage Ratios in respect of the Aggregated Lease Assets exceed(s) 5% but less than 25%, therefore the Aggregated Lease Assets constitutes a discloseable transaction of the Company under Chapter 19 of the GEM Listing Rules and is subject to the reporting and announcement requirements under the GEM Listing Rules.

INFORMATION ON THE COMPANY

The Group is a Hong Kong restaurant group serving a variety of cuisines, mainly Vietnamese, Chinese, Japanese and Western cuisines targeting mid-to-high-end customer segments. Since the opening of our first restaurant, Urawa Japanese restaurant, in December 2007, we have been expanding our restaurant network in Hong Kong through our multi-brand business model. Currently, we own and operate a total of 28 full service restaurants and two kiosks strategically located in first tier and/or premium shopping malls or on street levels in prime areas and business districts, covering Hong Kong Island, Kowloon and New Territories.

DEFINITIONS

In this announcement, unless context otherwise requires, the following expressions have the following meanings:

“Aggregated Lease Assets”	Aggregate of the Lease Assets of Lease One and Lease Two
“Announcement”	the Announcement issued by the Company dated 18 May 2020 with regards to the entering of Lease One
“Applicable Percentage Ratios”	applicable percentage ratios (as defined under the GEM Listing Rules)
“Board” or “Directors”	the board of directors of the Company
“Company”	Taste • Gourmet Group Limited, a company incorporated in the Cayman Islands with limited liability and the shares of which are listed on GEM
“connected person(s)”	have the meaning ascribed to it under the GEM Listing Rules
“GEM”	GEM of the Stock Exchange
“GEM Listing Rules”	The Rules Governing the Listing of Securities on GEM
“Group”	the Company and its subsidiaries

“Hong Kong”	The Hong Kong Special Administrative Region of the PRC
“HK\$”	Hong Kong Dollar, the lawful currency of Hong Kong
“Landlord”	MTR Corporation Limited, a limited liability company incorporated in Hong Kong whose shares are listed on the Main board of the Stock Exchange (stock code: 00066)
“Lease Assets”	The right-of-use asset(s) represents a lessee’s license to hold, operate, or occupy a leased item over the term of the lease
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“independent third party(ies)”	third party(ies) independent of and not connected with the Company and connected persons of the Company
“Main Board”	Main Board of the Hong Kong Stock Exchange
“Shareholders”	shareholders of the Company
“subsidiaries”	have the meaning ascribed to it under the GEM Listing Rules
“%”	per cent

By Order of the Board
WONG Ngai Shan
Chairman and Executive Director

Hong Kong, 6 July 2020

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

Executive Directors:

WONG Ngai Shan (*Chairman*)
 CHAN Wai Chun (*Chief Executive Officer*)

Independent Non-executive Directors:

CHAN Yuen Ting
 TSANG Siu Chun
 WANG Chin Mong

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, 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 “Latest Listed Company Information” page of the Stock Exchange’s websites at www.hkexnews.hk and www.hkgem.com for at least 7 days from the date of its posting. This announcement will also be published on the Company’s website at www.tastegourmet.com.hk.