



Shentong Robot Education Group Company Limited

神通機器人教育集團有限公司

**Shentong Robot Education Group Company Limited
Announces Q1 Results Ended 30 June 2017**

* * *

Achieved a Turnover of Loss to Profit

Profit Attributable to Owners of the Company Reached Approx. HK\$6.77 Million

**CRC Business in Heilongjiang Province Boosts Stable Development of the Group
Actively Develops Business in China Quality Education Section
to Grasp New Opportunities**

Financial Highlights	For the Three Months Ended 30 June (HK'\$000)		
	2016/17	2015/16	Change
Revenue	31,002	17,055	+81.8%
Gross profit	20,473	10,768	+90.1%
Profit / (Loss) attributable to owners of the Company	6,773	(1,737)	Loss to profit
Earnings / (Loss) before interest, taxes, depreciation and amortisation (EBITDA)	12,001	1,065	+1,028.6%

[Hong Kong, 4 August 2017] - **Shentong Robot Education Group Company Limited** (Stock Code: 8206) ("S ROBOT EDU" or the "Company", together with its subsidiaries, the "Group") today announced its first quarter results for the three months ended 30 June 2017 (the "Period").

With the completion of the acquisition of the service provider of China Robot Competition ("CRC") in Heilongjiang Province on 16 May 2016, the Group has become the only enterprise authorised to host CRC competition events and provide related CRC education and training (collectively, the "CRC Quality Education"). During the Period, revenue of the Group reached approximately HK\$31,002,000, representing a significant increase of 81.8% as compared with the corresponding period of last year. The increase was mainly attributable to the steady revenue and profit generated from the CRC Quality Education. The Group's gross profit surged by 90.1% year-on-year to approximately HK\$20,473,000, while gross profit margin was approximately 66%. After the turnover of loss to profit recorded in previous year, the Group has made greater progress with profit attributable to owners of the Company reached HK\$6,773,000 (Q1 2016: loss of approximately HK\$1,737,000). Relying on a series of competition events and programmes as the growth engines of the CRC Quality Education Business, the Group has facilitated the popularisation and development of its CRC programmes. During the Period, the revenue of CRC Quality Education Business surged by 205.9% to HK\$23,913,000 from the same period of 2016.

Mr. He Chenguang, Chairman of Shentong Robot Education Group Company Limited, said, "Leveraging on various events of the CRC Quality Education hold in Heilongjiang Province, the CRC Quality Education Business in such area recorded a strong growth. The CRC Quality Education in Heilongjiang Province has become the key



driver of the Group's revenue growth. Moreover, in view of the booming potential of quality education in China, S ROBOT EDU, as the pioneer of quality education in China, will strive to promote the CRC Quality Education Business and seize the opportunities for developing in China quality education section in the future."

—END—

About Shentong Robot Education Group Company Limited

Shentong Robot Education Group Company Limited (the "Company", Stock Code: 8206), has expanded its business to China Robot Competition ("CRC") Quality Education in China upon completion of the full acquisition of the service provider of CRC in Heilongjiang Province in May 2016. At present, the Company focuses on the quality education section in China. In addition, the Company's businesses also include the promotion of Shentong Card and preparations for the future incorporation of school-based programmes of quality education in China.

About CRC Quality Education Business

Upon completion of the full acquisition of the service provider of CRC in Heilongjiang Province on 16 May 2016, Shentong Robot Education Group Company Limited expands its business to CRC quality education in China and becomes the only enterprise authorised by CRC Working Committee to organise CRC events and provide relevant CRC training courses in the Heilongjiang Province.

The schools and training organisations in Heilongjiang Province wishing to become an official CRC Training Centre are required to submit applications to the CRC Working Committee through the Company. The Company then coordinates with the registered CRC Training Centres to provide them with CRC courses and CRC teaching materials, equipment and tutors. Once the CRC Training Centre starts to provide CRC training courses, it will be a CRC Course Provider and provide authorised CRC courses in the Province. The Company established self-operated demonstration centres and online learning platforms to provide authorised CRC courses, and it will reach out to more schools and training organisations, by promotion, site visits and demonstrations in Heilongjiang Province, to encourage them to become CRC Course Providers. The Company's revenue proportion in CRC Quality Education Business is: 100% for self-operated demonstration centres, 100% for online learning platforms, 50% for schools and 30% for training centres.

For further enquiries, please contact:

Shentong Robot Education Group Company Limited

Tel: (852) 3102 8166

Email: contact@srobotedu.com