



Mainland Headwear Completes the Acquisition of Aquarius

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Expands Business Spectrum from Headwear to Accessories Segment

Mainland Headwear Holdings Limited (“Mainland Headwear” or the “Group”) (HKEX: 1100), a renowned designer, manufacturer and distributor of headwear, has announced that the completion of the Acquisition of Aquarius Ltd. (“Aquarius”), a leading accessories supplier in the USA, took place on 30 May 2019. The acquisition marked a step forward in strengthening and expanding the Group’s existing business segment by widening the spectrum from headwear to the accessories segment.

Subsequent to completion, Aquarius has become a wholly-owned subsidiary of the Group, with its financial results, assets and liabilities consolidating into the accounts of Mainland Headwear.

Established in St. Louis, Missouri, the USA for nearly 50 years, Aquarius is an established company in designing and marketing accessories and one of the country’s largest suppliers of accessories for men, women and children. It also sells licensed, private label and custom headwear, small leather goods, bags, and accessories to many retailers in the USA. After completion, the Group can offer a full series of accessories ranging from headwear products, scarves, belts, wallet, backpacks and gloves to a wide spectrum of customers through different channels in the off price market, mass market as well as high end market segments.

Mr. Ngan Hei Keung, Chairman of Mainland Headwear, said, “The new business, through the acquisition, will diversify our income stream and expand our business in the USA. We could step forward in strengthening and further expanding our existing business segments by widening the spectrum from headwear to accessories. The acquisition will enhance our corporate development, thereby maximising return to the Company and our shareholders as a whole”.

Mrs. Pauline Ngan Po Ling, BBS, JP, Deputy Chairman and Managing Director of Mainland Headwear, added, “We expect to benefit from the synergy in sales and cost-saving opportunities as our customer base, product mix and license portfolio are complementary to each other. At the same time, we can share talent and resources in design, warehousing and back office facilities. The acquisition, together with the investments in the previous years, will enable us to harvest returns in the near future.”

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About Mainland Headwear Holdings Limited (HKEX: 1100)

Mainland Headwear Holdings Limited was established in 1986 and listed on the Main Board of The Stock Exchange of Hong Kong in 2000. The Group is principally engaged in the design, manufacture and distribution of quality headwear. Headquartered in Hong Kong, with factories in Shenzhen, PRC and Bangladesh, the Group manufactures an exclusive wide range of licensed casual headwear products, which are principally sold in overseas countries with the US as the main market, followed by the European market. The Group has established a long-term business partnership with New Era Cap Co., Inc. by entering into a manufacturing agreement.

Company Website: www.mainlandheadwear.com / www.mainland.com.hk

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