

24 June 2020

ASX ANNOUNCEMENT

Harris Technology Group set to deliver annual net profit before tax in excess of \$1 million

Online IT/CE vendor Harris Technology Group Limited (ASX: HT8) is pleased to announce that the company expects to deliver a profit before income tax of approximately \$1.1 million on an expected revenue of \$13.5 million for the year ending 30 June 2020. This compares with a loss before income tax (excluding discontinued operations) of \$732,000 on revenue of \$9 million (audited) for the year ended 30 June 2019.

The revised profit and revenue forecasts come on the back of confirmation of strong sales in the month of May and June 2020 to date.

Commenting on the results, Managing Director Garrison Huang added: "We are pleased by the substantial profit turnaround for FY2020, which has been further upgraded since our previous forecast announced on 26 May 2020. Strong sales growth continues in our IT division, driven by our strategy of product diversification including mobile accessories, IT consumable products such as inks and toners and gaming products.

"We are also looking to further build on the success of our personal protective equipment (PPE) division, Pro-Hygiene, in the year ahead."

Of note, sales of antivirus software have increased as a result of HT8 undertaking a number of marketing campaigns with ESET Australia. These campaigns included free offers to customers designed to assist them during the COVID- 19 pandemic. APCA Trading - a HT8 subsidiary, is a platinum partner of ESET Australia – ESET is one of the leading antivirus end point vendors in the world. The company expects that sales of ESET internet security and antivirus software will increase in coming months.

The release of this announcement was authorised by the Company's chairman on behalf of the HT8 board.

Andrew Plympton
Chairman