

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.



ALLTRONICS HOLDINGS LIMITED

華訊股份有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 833)

UPDATE ON VERY SUBSTANTIAL DISPOSAL AND CONNECTED TRANSACTION IN RELATION TO THE DISPOSAL OF THE ENTIRE ISSUED SHARE CAPITAL OF BONROY LIMITED

This announcement is made by Alltronics Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcements of the Company dated 20 December 2018, 15 January 2019, 28 March 2019, 15 April 2019, 2 May 2019, 30 July 2019, 26 August 2019, 8 November 2019, 10 January 2020 and 31 August 2020 (the “**Announcements**”) and the circular of the Company dated 27 February 2019 (the “**Circular**”) in relation to, among other things, the Disposal and the Debt Undertaking. Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Announcements and the Circular.

UPDATE ON SETTLEMENT OF OVERDUE CONSIDERATION

An arbitration hearing in relation to the overdue Consideration and accrued interests thereon from the Purchaser and the Guarantor was conducted at the Beijing Arbitration Commission on 12 March 2021 and the arbitral award is to be delivered. As advised by the Group’s legal adviser in Beijing, the Beijing Arbitration Commission will issue an arbitral award for the arbitration hearing on or before 6 July 2021.

UPDATE ON SETTLEMENT OF OVERDUE DEBT

Alltronics Energy Saving (Shenzhen) Limited (“**Alltronics Energy Saving**”, being an indirect wholly-owned subsidiary of the Group) has filed an official civil complaint* (民事起訴狀) (the “**Complaint**”) at the Shenzhen Intermediate People’s Court* (深圳市中級人民法院, the “**Shenzhen court**”) on 2 January 2020. Under the Complaint, Alltronics Energy Saving requested for immediate settlement of the Debt and accrued interests thereon from Beijing Wan Heng Da and the Guarantor.

As advised by the Group's legal adviser in Shenzhen and in order to expedite the litigation process to obtain a court judgement on the Debt, Alltronics Energy Saving (being the plaintiff to the Complaint) and (i) the Guarantor; (ii) Beijing Wan Heng Da; and (iii) 北京太陽飄亮商業管理有限公司 (being the defendants to the Complaint) entered into a settlement agreement dated 28 April 2021 (the "**Settlement Agreement**"). Pursuant to the Settlement Agreement, Beijing Wan Heng Da has agreed to settle the outstanding Debt in accordance with the following schedule:

- (a) RMB20,000,000 on or before 31 May 2021;
- (b) RMB80,000,000 on or before 30 June 2021; and
- (c) the remaining balance on or before 31 December 2021.

Alltronics Energy Saving also agreed that if Beijing Wan Heng Da repays the Debt in full in accordance with the above schedule, Alltronics Energy Saving will waive all the accrued interests thereon.

Alltronics Energy Saving has submitted the Settlement Agreement to the Shenzhen Court for judicial recognition and confirmation. On 28 May 2021, the Shenzhen Court has delivered its judgement on the Settlement Agreement and it has become effective and legally binding on all parties. As at the date of this announcement, Beijing Wan Heng Da and the Guarantor have failed to settle the first payment of RMB20,000,000 on or before the due date 31 May 2021 in accordance with the repayment terms in the Settlement Agreement. The full amount of the Debt and the accrued interests thereon became due immediately. The Group is in discussion with its legal adviser in Shenzhen to consider the further actions available against Beijing Wan Heng Da and the Guarantor to enforce the Settlement Agreement and to recover the overdue Debt and accrued interests thereon from Beijing Wan Heng Da and the Guarantor.

Full impairment losses on the Consideration and the Debt have been made in the Group's audited consolidated financial statements for the year ended 31 December 2019. The Company will closely monitor the situation and further announcement(s) will be made by the Company to keep its shareholders and potential investors informed of any material development as and when appropriate.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the securities of the Company.

** For identification purpose only*

By order of the Board
Alltronics Holdings Limited
Lam Yin Kee
Chairman

Hong Kong, 1 June 2021

As at the date of this announcement, Mr. Lam Yin Kee, Mr. Lam Chee Tai, Eric, Ms. Yeung Po Wah, Mr. So Kin Hung and Ms. Lam Oi Yan, Ivy are the executive Directors; Mr. Fan, William Chung Yue is the non-executive Director; and Mr. Pang Kwong Wah, Mr. Yau Ming Kim, Robert, Mr. Yen Yuen Ho, Tony and Mr. Lin Kam Sui are the independent non-executive Directors.