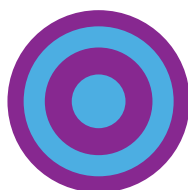


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MASCOTTE HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 136)

VOLUNTARY ANNOUNCEMENT

This announcement is made by Mascotte Holdings Limited (the “Company”, and together with its subsidiaries, the “Group”) on a voluntary basis to keep the shareholders and potential investors of the Company informed of the status of the polycrystalline silicon business.

UPDATE ON THE GROUP’S POLYCRYSTALLINE SILICON BUSINESS

Reference is made to the announcement of the Company dated 6 June 2013 (the “Announcement”). The board of director of the Company (the “Board”) would like to inform shareholders that currently the Company is still reviewing the compensation programme for certain key executives of its subsidiary, Sun Materials Technology Co., Ltd. (“Sun Materials”) and further announcement regarding development in this connection will be made as and when appropriate.

On the other hand, the Company has preliminary reviewed the latest status of the Group’s polycrystalline silicon business with reference to (i) the industry’s overview; (ii) the latest development of the Group’s polycrystalline silicon business; and (iii) the funding requirement of the Group’s polycrystalline silicon business.

(i) Industry overview

Performance

In mid-2013 the photovoltaic manufacturing sector continues to experience very challenging market conditions. This is the consequence of a very rapid increase in manufacturing capacity that has taken place over the last five years, to the point where

global capacity is significantly greater than actual production at each step of the global solar supply chain (polycrystalline silicon, ingot/wafer, cell and module). As a result, many manufacturers have reduced prices to below their all-in costs in an effort to maintain higher capacity utilization, and as a result the majority of solar manufacturers have been reporting negative operating profits since the fourth quarter of 2011. A growing number of companies active in solar manufacturing have either failed or have exited the sector recently.

Spot price of polysilicon

The polysilicon spot price as reported by PHOTON Consulting's spot Silicon Price Index fell from USD74 per kg in January 2011 to USD26 per kg in January 2012 and USD17 per kg in January 2013, and has been below USD20 per kg every month since November 2012 through June 2013. As a consequence a number of leading polysilicon producers have delayed the completion or start-up of new production facilities. For example, a polysilicon manufacturing company (with more than a half-century of experience in producing polycrystalline silicon) in the United States (the "US") has decided not to proceed with completion and start-up of its new 12,000 tons per year capacity plant in the state of Tennessee, located in the Southeastern US. A diversified chemicals manufacturing company (with a major stake in the solar sector) has announced an extension of the construction schedule of its new 20,000 tons per year capacity plant (also in Tennessee) by eighteen months, and a Korean chemical company has delayed indefinitely the completion of its new 20,000 tons per year plant in Gunsan, Korea.

Trade disputes

Another topic that has brought uncertainty to solar manufacturers is the series of trade disputes with respect to solar manufacturing between the US, China and the European Union. The US has placed anti-dumping tariffs and countervailing duties on solar cells manufactured in China. Furthermore, in early June 2013, the European Union ("EU") imposed an anti-dumping duty of 11.8 percent on solar panel products, including solar wafer, cell and module imported from China. The anti-dumping duty will be raised to an average of 47.6 percent in two months if no agreement can be reached by EU and China. China has an investigation underway regarding the dumping of polysilicon by manufacturers in the European Union, Korea and the US.

Based on the current market conditions, the Company is of the view that the trade dispute may have impact on (i) the pricing of polycrystalline silicon; and (ii) the future financial performance of the group's polycrystalline silicon business. The Group currently is monitoring the development of the trade dispute and is in discussion within

the Group as well as consulting an independent technical consultant in respect of the potential impact of the trade dispute on our polycrystalline silicon business in future.

(ii) The latest development of the Group's polycrystalline silicon business

The primary focus during the period from the fourth quarter of 2012 to the first quarter of 2013 is to build the recycling facility that uses byproducts from the factory namely, the aqueous hydrofluoric acid and sodium fluoride, together with silicon dioxide to manufacture sodium fluorosilicate. Ground breaking of the facility started in summer of 2012 and the civil engineering works were completed in February, 2013. Utility and piping works for the gas supply system continued since then and expected to pass the acceptance test in June, 2013.

Since the Announcement, the Company is in discussion about the construction and installation progress of the manufacturing and recycling facilities and the conditions of the Group's polycrystalline silicon business together with certain key personnel of Sun Materials (including Dr. Wu Yi-Shuen, the chairman, director, chief executive officer and chief technology officer of Sun Materials) and the independent technical consultant. The engineering works for the recycling equipment has been designed and will be purchased, tested and modified within the next two quarters. These establishments are necessary to take care of the byproducts from the manufacturing process to comply with the local environmental protection administration requirements before the commercial production can be commissioned. According to the aforesaid recent discussions regarding the timetable for the large-scale commercial production, it is tentatively concluded that a longer time will be required for the facilities to be purchased, installed, tested and modified for the purpose of large-scale commercial production.

Apart from the above focus, Sun Materials have built a pilot plasma reactor system used to tune the operation parameters and to train the engineers. A laboratory scale directional solidification induction high temperature unit was installed and operation procedures were established to be able to cast small ingot of polysilicon to be used to fabricate into wafer for quality analysis. Infrared spectroscopy technique to analyze the purity and contamination of the silicon tetrafluoride gas was also established during this operation period.

(iii) The funding requirement for the Group's polycrystalline silicon business

The budgeted capital expenditure for the implementation of the recycling plant and facilities is approximately USD35.0 million. During the last three quarters, the Group has paid out approximately USD20.2 million for the implementation. In May 2013, the

Group has obtained a new unsecured revolving loan facility of HK\$150 million (equivalently to approximately USD19.2 million) as a new standby credit line which is intended to fund the capital expenditure for the existing plant and facilities of Sun Materials.

Currently, the Company's review of the progress of its polycrystalline silicon business is still on-going. Further announcements will be made by the Company in connection with the abovementioned review as and when appropriate.

By order of the Board
Mascotte Holdings Limited
Lo Yuen Wa Peter
Managing Director

Hong Kong, 28 June 2013

As at the date of this announcement, the Board comprises the following Directors:-

Executive Directors

Mr. Peter Temple Whitelam (*Chairman*)
Mr. Lo Yuen Wa Peter (*Managing Director*)
Mr. Eddie Woo
Mr. Suen Yick Lun Philip
Mr. Lau King Hang

Independent Non-executive Director

Mr. Frank H. Miu
Dr. Agustin V. Que
Mr. Robert James Iaia II
Mr. Hung Cho Sing