



EUROPTRONIC GROUP LTD

(Company Registration Number 200009775K)

(Incorporated in the Republic of Singapore on 18 November 2000)

SALE AND PURCHASE AGREEMENT DATED 29 JULY 2013 RELATING TO, *INTER ALIA*, THE PROPOSED ACQUISITION BY EUROPTRONIC GROUP LTD OF THE ENTIRE ISSUED AND PAID-UP SHARE CAPITAL OF GOLD IMPACT LIMITED – EXPIRY OF LONG STOP DATE

The Board of Directors of Europtronic Group Ltd (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to its announcement dated 31 July 2013 (the “**Earlier Announcement**”) in which it had announced that the Company had entered into a conditional sale and purchase agreement dated 29 July 2013 (the “**SPA**”) with All Sincere Limited, Manbon Limited, Longbest Co., Limited, Regalis Investments Pte Ltd, Mr. Max Tong, Ms. Lu Hong and Mr. Low Yew Shen (collectively, the “**Vendors**”) and Mr. Huang Chien Hung (“**Mr. Huang**”).

Pursuant to the SPA, the Company proposed to (i) acquire from the Vendors the entire issued and paid-up share capital of Gold Impact Limited and (ii) dispose of its entire interests in its existing subsidiaries, associated companies, affiliated companies and businesses to Mr. Huang (collectively, the “**Proposed Transactions**”).

Capitalised terms used in this announcement shall have the same meanings as defined in the Earlier Announcement unless the context requires otherwise.

The Company had, on 12 May 2014 and 30 September 2013, announced that the Wujiang Economic and Technological Development Zone (吴江经济技术开发区) (the “**PRC Authority**”) has expressed its intention to compulsorily acquire the land on which the factory and office premises of the Company’s wholly-owned subsidiary, Europtronic (Suzhou) Co., Ltd (“**Europtronic Suzhou**”), are erected for urban planning by the PRC Authority (the “**Compulsory Acquisition**”).

The Company wishes to inform Shareholders that (i) as the Compulsory Acquisition affects the terms of the SPA; and (ii) in view that the negotiations of the Compulsory Acquisition between Europtronic Suzhou and the PRC Authority have not been finalised, the Company, the Vendors and Mr. Huang do not have any opportunity or any basis to revise the commercial terms of the Proposed Transactions before or as at the long stop date, being the date falling twelve (12) months from the date of the SPA. Accordingly, the SPA has *ipso facto* ceased and determined with effect from 28 July 2014.

The termination of the Proposed Transactions is not expected to have a material impact on the Group’s NTA and EPS for the current financial year ending 31 December 2014.

By Order of the Board
Europtronic Group Ltd

HUANG SHIH-AN
Chairman
30 July 2014