

## ANWELL TECHNOLOGIES LIMITED (REG NO. 200308707W)

### Updates on Investigation and Related Matters

*Unless otherwise defined, all capitalised terms used herein shall bear the same meaning as in the Company's announcements dated 13 August 2013, 23 August 2013, 10 September 2013, 9 October 2013, 19 November 2013, 14 January 2014, 28 February 2014, 5 March 2014 and 4 April 2014 (the "**Announcements**").*

Further to the Company's Announcements, the Board would like to inform shareholders of the Company as follows:-

1. As at the date of this announcement, the Investigation is still ongoing and the Executives are still detained and under arrest but no charges have been made against them. However, pursuant to the latest enquiries made by the Company's PRC lawyers on 4 May 2014, the latter has advised that the Municipal People's Procuratorate of Dongguan, Guangdong Province (东莞市人民检察院) ("**Dongguan Municipal People's Procuratorate**") (i.e. the local attorney-general's office/ public prosecutor) has directed the case to be returned to the Public Security Bureau of Dongguan, Guangdong Province (东莞市公安局) ("**Public Security Bureau**") for further investigation as the Dongguan Municipal People's Procuratorate were of the view that there was insufficient evidence for any charges to be made against the Executives.

The PRC lawyers have advised that under the PRC laws, the Dongguan Municipal People's Procuratorate is allowed to direct that the case be returned to the Public Security Bureau for further investigations for up to a maximum of two occasions. The PRC lawyers have noted pursuant to their aforesaid enquiries that this is the second time that the case has been returned to the Public Security Bureau. The latter will now have about a month to conduct further investigations and gather more evidence before re-submitting the case to the Dongguan Municipal People's Procuratorate. Under the PRC laws, the latter

will have about another 45 days to review the case and either press charges against the Executives or release the Executives without any charges.

The Company's PRC lawyers will seek to obtain further updates on the progress of the aforesaid Investigation and the Company will make further announcements in respect of the same in due course.

2. The Company has submitted a debt restructuring proposal to the Group's banks and creditors in the PRC (the "**Parties**"). The said proposal is with regards to obtaining new financing to restart the Group's operations in Dongguan which are currently suspended due to the Investigation and to restructure the Group's current debts. To date, the Company has had several discussions with the Parties and is currently waiting for further feedback and response from the Parties in relation to the debt restructuring proposal.
3. As previously announced, the Company is still in the process of rescheduling the loan repayments with the bank in Hong Kong in respect of the loans default by its Hong Kong subsidiaries. As at the date of this announcement, the Company has not received any notice of legal proceedings having been commenced against the Company by any bank in Hong Kong in connection with the loans default.

The Company will make further announcement(s) in due course as soon as there is any further update and progress in respect of the above matters.

Trading in the shares of the Company on the SGX-ST has been suspended from 9 a.m. on 14 August 2013 and will remain suspended until further notice.

BY ORDER OF THE BOARD

**Chan Kun Shuin**

Lead Independent Director

Audit Committee Chairman

14 May 2014