8TELECOM INTERNATIONAL HOLDINGS CO. LTD.

(Company Registration No. 34713)
(Incorporated in Bermuda)
(the "**Company**")

PROPOSED PLACEMENT OF 22,480,000 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY AT S$0.103 FOR EACH SUBSCRIPTION SHARE

- **TERMINATION OF SUBSCRIPTION AGREEMENT WITH TAI YANG TECHNOLOGY PTE. LTD.**

The Board of Directors of 8Telecom International Holdings Co. Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the announcement made by the Company on 25 June 2018 (the "**Announcement**") in relation to the proposed placement of an aggregate of 22,480,000 new ordinary shares. Unless otherwise defined, all capitalized terms used in this announcement shall bear the same meanings as defined in the Announcement.

The Board wishes to announce that the Company has on 15 October 2018 (after trading hours) entered into a termination agreement with Tai Yang Technology Pte. Ltd. (the "**Termination Agreement**") to formally terminate the Subscription Agreement for the issuance of 5,600,000 new ordinary shares in the Company for an aggregate consideration of S$576,800 (the "**Subscription Consideration**") to Tai Yang Technology Pte. Ltd. Following the execution of the Termination Agreement, the Company's and Tai Yang Technology Pte. Ltd.'s respective obligations and liabilities under the Subscription Agreement shall cease.

The Subscription Agreement entered into with Tai Yang Technology Pte. Ltd. was terminated with mutual consent. Tai Yang Technology Pte. Ltd. has agreed to provide the sum equivalent to the Subscription Consideration as a loan to the Company for a period of three (3) months from the date of the Termination Agreement at zero interest rate.

The Company will continue to explore other potential strategic investments and modes of capital fund-raising with a view to enhance the operations and growth of the Company. The Company is not expected to incur any costs (other than professional fees) arising from the Termination Agreement and the termination of the Subscription Agreement shall not have any material adverse impact on the business operation and financial position of the Company.

The Board wishes to clarify that the Subscription Agreement entered into between the Company and Top Capital Securities Pte. Ltd. will not be affected by the Termination Agreement and will continue to subsist.

None of the Directors has any interest, direct or indirect, in the Termination Agreement and as far as the Directors are aware, none of the substantial shareholders of the Company has any interest, direct or indirect, in the Termination Agreement.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Tiffany Gong Qian
Executive Director

15 October 2018