

Provided by: CHI MEI MATERIALS TECHNOLOGY CORP.

Subject	Board of directors approved collaboration with Nitto Denko Corp. on polarizer technology licensing agreement
Date of events	2017/11/02
Statement	1. Date of occurrence of the event:2017/11/02 2. Counterparty to the contract or commitment: Nitto Denko Corp 3. Relationship to the Company: NO 4. Starting and ending dates (or rescission date) of the contract or commitment: The technology licensing agreement is 5 years, but the contract can be extended according to progress of new production lines and condition of manufacturing know-how guidance development. 5. Major content (not applicable where rescinded): Please refer to other matters that need to be specified. 6. Restrictive covenants (not applicable where rescinded): N/A 7. Effect on company finances and business (not applicable where rescinded): Positive outcomes for KSCMMT on both finances and business aspects. 8. Concrete purpose/objective (not applicable where rescinded): Please refer to other matters that need to be specified. 9. Any other matters that need to be specified: 1. Kunshan Chimei Materials technology, CMMT's subsidiary, proposed to sign polarizer technology licensing agreement with Nitto Denko Corp. The collaboration with Nitto Denko will be able to introduce the world's most advanced manufacturing technology. With large-size LCD panel cutting utilization rate, it is believed that will highly improve capacity utilization of each unit to reduce manufacturing costs, in order to enhance the competitiveness of company, to penetrate the Mainland China's Panel market, and creating the greatest interests of shareholders. 2. The collaboration is mainly to accelerate the expansion of China's polarizer market. The technology licensing agreement with Nitto Denko is up to 15 billion Yen and signed by KSCMMT, Hangzhou Jinjiang Group which is the strategic partner and major shareholder of KSCMMT, and Shenzhen Sheng Bo Optoelectronics Technology Co., Ltd, which is invested by Hangzhou Jinjiang Group. KSCMMT will have the right of 3 production lines of 2,500mm width, and total amount will be 7.5 billion yen. 3. According to company's asset acquisition and disposals processing procedures, an appraisal report of technology licensing and CPA's opinions have been obtained and issued by Diwan Financial Advisory Services Co., Ltd and RSM Taiwan. 4.The important matters relating to the contents of the technology licensing agreement shall be in accordance with the technology licensing agreement. 5. After the motion of technology licensing agreement is approved by the board of directors, Chairman will be authorized to sign the agreement. 6. The remaining matters, if there is any changes due to changes in the relevant laws and regulations, the objective environment and economic situation, chairman will be authorized to manage.