

## **SINOPIPE HOLDINGS LIMITED**

(Company Registration Number: 200411382N)

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### **UPDATE ON NEW DEVELOPEMNT RELATING TO RECEIPT OF CONSIDERATION FOR THE DISPOSAL OF SHARES AND EQUITY INTERESTS BY SINOPIPE HOLDINGS LIMITED, BEST CONNECT RESOURCES LIMITED AND EAGLE SUPER ASSOCIATES LIMITED**

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The Board of Directors (the “**Board**”) of Sinopipe Holdings Limited (the “**Company**”) wishes to announce that the Company has been informed that the former principal subsidiary of the Company in the People’s Republic of China (“**PRC**”), Fujian Aton Advanced Material Science and Technology Co., Ltd (“**Fujian Atontech**”) which was disposed of under the sale and purchase agreement and the supplemental agreement signed with Fujian Yatong Construction Material Limited (the “**Purchaser**”) on 31 March 2017 and 13 February 2018 respectively (the “**SPA**”) is under debts restructuring proceeding. The Purchaser informed the Company that the Debts Restructuring Manager appointed by the Intermediate People’s Court of Fuzhou in the PRC for the debts restructuring proceeding had stopped them to pay the remaining balance of the disposal consideration under the SPA in view that the registered capital of Fujian Atontech had not been fully paid up by the Company when the SPA was signed. The Company had highlighted to the Purchaser that it was aware of and accepted such issue and had undertaken that such issue will not affect the disposal consideration and the transaction when the SPA was signed. To follow up with the Debts Restructuring Manager, the Purchaser had requested the Company to find out the cause and reason as to why the registered capital of Fujian Atontech was not fully paid in. Concurrently, the Purchaser will explore alternative ways to pay the remaining balance to the Company.

As of today, the Company had received a total sum of USD 1,086,798, approximately RMB 6.85 million of the total consideration of RMB 10 million from the Purchaser. The Company will continue to pursue the receipt of the remaining balance of the disposal consideration.

By Order of the Board

Mr Wang Sen  
Non-Executive Chairman

9 July 2018