

**DISPOSAL OF EQUITY INTEREST IN JIANGSU TYSAN PRECISION
ENGINEERING CO., LTD.**

The board of directors (the “**Directors**”) of Cheung Woh Technologies Ltd (the “**Company**”) refers to the announcements dated 20 November 2017, 21 November 2017, 17 January 2018 and 15 February 2018 (collectively, the “**Announcements**”) in relation to the proposed disposal of 31.34% of the equity interest in 江苏忠明祥和精工股份有限公司 (Jiangsu Tysan Precision Engineering Co., Ltd.) (“**Tysan Precision**”) (the “**Disposal**”).

All capitalized terms used in this announcement shall, unless otherwise defined herein, have the same meanings as set out in the Announcements.

Pursuant to the terms of the Zhongjin SPA, the purchase consideration amounting to RMB33,286,292.00, will be settled within one (1) month from the date the relevant registration procedures with the SBC and SAIC for the transfer of shares are completed.

Pursuant to the terms of the Xuhong SPA, the purchase consideration will be settled in two (2) tranches:

- (a) RMB6,943,685.00 will be paid within one (1) month from the date the relevant registration procedures with the SBC and the SAIC for the transfer of shares are completed; and
- (b) RMB27,774,742.00 will be paid within three (3) months from the date the first payment is made.

The Directors wish to announce that the Purchasers have remitted the following sums to the Company on 28 February 2018:

- (a) the sum amounting to RMB20,000,000.00 (amounting to approximately 60.37% of the purchase consideration for the Zhongjin Transaction, net of Chinese capital gains tax of RMB95,797.76); and
- (b) the sum amounting to RMB6,843,765.98 (amounting to approximately 20% of the purchase consideration for the Xuhong Transaction, net of Chinese capital gains tax of RMB99,919.42).

Whilst Xuhong has paid the required purchase consideration on 28 February 2018, Zhongjin has requested for an extension of time of twenty-one (21) days from 28 February 2018, to settle the balance purchase consideration for the Zhongjin Transaction, as a result of business closures over the extended Chinese new year holidays in China.

The Board has considered and accepted Zhongjin’s proposal to pay the balance purchase consideration by 21 March 2018, bearing in mind that the payment of the purchase consideration is guaranteed by the Guarantor, the extended deadline would not have a material impact on the Company’s cash flow and the Company would continue to preserve its cordial business relationships with the Purchasers.

The Directors will make the relevant announcements in due course upon receipt of the balance purchase considerations for the respective transactions.

BY ORDER OF THE BOARD

Law Yu Chui
Director
2 March 2018