

NOTIFICATIONS FROM CUSTOMERS ON PRODUCTS WITH NON-COMPLIANCE ISSUES

客戶告知不合格產品事宜

The Board of Directors (the “**Board**”) of Hu An Cable Holdings Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that a subsidiary of the Company, Wuxi Hu An Wire and Cable Co. Ltd. (“**Wuxi Hu An**”), had received notifications from 12 of its customers, setting out, *inter alia*, the following:

滬安電力控股有限公司 (“**公司**”, 與其子公司合稱 “**集團**”) 的董事會 (“**董事會**”) 公告, 其子公司志毅, 无锡沪安电线电缆有限公司 (“**無錫滬安**”), 近期收到其12家客戶通知, 告知如下:

- (a) pursuant to reports issued by the Quality and Technology Supervision Bureau (upon the request of the State Quality Inspection Administration in the PRC), certain products manufactured by Wuxi Hu An were not compliant with the relevant specifications set out in the applicable regulations;
根据質量技術監督局報告 (應中國國家質檢總局要求), 無錫滬安製造的某些產品不符合相關標準;
- (b) as a result of the above, the customers will be terminating all payments under any existing purchase contracts;
有鑒於上述, 客戶將終止任何現有採購合同的所有付款;
- (c) Wuxi Hu An will no longer be on the customers’ approved vendor list; and
無錫滬安將被從合格供應商名單中除名; 及
- (d) the customers reserve their legal rights to obtain compensation from Wuxi Hu An for any loss or damages suffered by them.
就其所遭受的任何損失或損害, 客戶保留從無錫滬安獲得賠償的合法權利。

The 12 customers are all subsidiaries of the State Grid Corporation of China, located in Jiangsu, Hubei, Jiangxi, Northern Hebei and Shandong.

該12家客戶都是中國國家電網公司的子公司, 位於江蘇、湖北、江西、冀北和山東。

The Company is still conducting internal investigations into the nature of the non-compliances, and is working with the affected customers to address their concerns. The Group’s CEO and Executive Chairman, Mr. Dai Zhixiang, has taken charge of the investigations and is in close discussions with the customers on the manner of resolution.

公司仍在就不合格原因進行內部調查, 且正在了解受影響的客戶的想法。集團的首席執行官和執行主席, 戴志祥先生, 已親自負責調查并與客戶密切討論以求解決方案。

As the Company is still in the midst of assessing the impact of the above, the Company is neither in the position to provide any specifics of the Company’s financial position to be recorded in the Company’s unaudited results for the third quarter ended 30 September 2015, nor determine the impact to the Group’s financial position for the financial year ending 31 December 2015.

由於公司仍處於評估上述影響的進程中, 公司暫無法提供其在公司截至2015年9月30日第三季度未經審計的財務報告中應記錄的財務狀況細節, 也無法確定上述對公司截至2015年12月31日財政年的財務狀況的影響。

The Company will announce any material updates to shareholders on a timely basis. In the meantime, the Board wishes to advise shareholders of the Company and investors to exercise caution when dealing in the shares of the Company.

公司將及時向股東公告任何重要的最新消息。與此同時, 董事會建議公司股東和投資者謹慎交易公司股票。

BY ORDER OF THE BOARD
經董事會授權公佈

Dai Zhi Xiang
戴志祥
CEO and Executive Chairman
首席執行官兼董事會執行主席
3 September 2015
2015年9月3日