

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

*This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities nor is it calculated to invite any such offer or invitation. In particular, this announcement does not constitute and is not an offer to sell or a solicitation of any offer to buy securities in Hong Kong, the PRC or elsewhere.*



**力勁科技集團有限公司**  
**L.K. Technology Holdings Limited**  
*(Incorporated in the Cayman Islands with limited liability)*  
**(Stock code: 558)**

**DEEMED DISPOSALS OF AN AGGREGATE OF APPROXIMATELY  
10% EQUITY INTEREST IN ZHONGSHAN LK AND  
CONNECTED TRANSACTION**

**THE DEEMED DISPOSALS – INCREASE IN AND SUBSCRIPTION OF  
REGISTERED CAPITAL OF ZHONGSHAN LK**

The Board would announce that on 29 July 2021 (after trading hours), Zhongshan LK entered into five several Subscription Agreements with Partnership Zhongshan, Partnership Ningbo, Mr. Tse, Mr. Huang and Ms. Liu respectively.

By entering into the Subscription Agreements, Zhongshan LK has agreed to issue, and the Subscribers have agreed to subscribe for new equity capital in Zhongshan LK in its increased registered capital, which represents (i) an aggregate of about 10% of the existing registered capital in Zhongshan LK as at the date of the Subscription Agreements, and (ii) an aggregate of approximately 8.69% of the enlarged registered capital in Zhongshan LK immediately after completion of the Subscription Agreements. The total considerations for the Subscriptions under the Subscription Agreements are approximately US\$8,130,332 or RMB52,800,000 (equivalent to approximately HK\$63,232,018) and the unit consideration for subscribing every RMB1 registered capital in Zhongshan LK is approximately US\$0.42 or RMB2.75 (equivalent to approximately HK\$3.29). All the partners of the Partnerships are Employees of Zhongshan LK or Ningbo LK.

## **LISTING RULES IMPLICATIONS**

The Subscriptions constitute Deemed Disposals of the Company's equity interest in a subsidiary of the Company under Rule 14.29 of the Listing Rules. As all applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the Subscriptions under the Subscription Agreements are less than 5%, the Deemed Disposals are exempt from the notification, announcement and shareholders' approval requirements under Chapter 14 of the Listing Rules.

Mr. Tse, being a Director, is the Subscriber under 3rd Subscription Agreement. Ms. Liu (being a daughter of Ms. Chong Siw Yin and Mr. Liu Siong Song, hence an associate of (i) a Director and (ii) a controlling shareholder of the Company) is the Subscriber under 5th Subscription Agreement. Accordingly, the Deemed Disposals contemplated under 3rd Subscription Agreement and 5th Subscription Agreement constitute connected transactions for the Company pursuant to Chapter 14A of the Listing Rules. As one or more of the applicable percentage ratios calculated under Rule 14.07 of the Listing Rules in respect of the Deemed Disposals contemplated under the 3rd Subscription Agreement and 5th Subscription Agreement (taken together) are higher than 0.1% but less than 5%, the Deemed Disposals contemplated under the 3rd Subscription Agreement and 5th Subscription Agreement are subject to the announcement and reporting requirements, but exempt from the circular and shareholders' approval requirements under Chapter 14A of the Listing Rules. Mr. Tse has abstained from voting at the Board meeting on resolutions approving the Deemed Disposal under 3rd Subscription Agreement. Save as disclosed above, none of the Directors have any material interest in the Deemed Disposals.

The Board would announce that on 29 July 2021 (after trading hours), Zhongshan LK entered into (i) the 1st Subscription Agreement with Partnership Zhongshan, (ii) the 2nd Subscription Agreement with Partnership Ningbo, (iii) the 3rd Subscription Agreement with Mr. Tse, (iv) the 4th Subscription Agreement with Mr. Huang, and (v) the 5th Subscription Agreement with Ms. Liu, pursuant to which Zhongshan LK has agreed to issue and the Subscribers have agreed to subscribe for equity capital in Zhongshan LK in its increased registered capital, which represents (a) an aggregate of about 10% of the existing registered capital in Zhongshan LK as at the date of the Subscription Agreements, and (b) an aggregate of approximately 8.69% of the enlarged registered capital in Zhongshan LK immediately after completion of the Subscription Agreements.

The principal terms of the Subscription Agreements are set out below.

## **THE DEEMED DISPOSALS**

### **1. The 1st Subscription Agreement**

Date : 29 July 2021 (after trading hours)

Parties : (1) Zhongshan LK (as issuer); and  
(2) Partnership Zhongshan (as Subscriber)

Ms. Ke Ai Rong is the general partner to Partnership Zhongshan, and she holds about 5% interest in Partnership Zhongshan. This initial general partner is an Employee of Zhongshan LK.

Partnership Zhongshan has a total of 44 limited partners. All of them are Employees of Zhongshan LK. To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, none of the partners of Partnership Zhongshan fall under the category of "connected persons" of the Company (whether at the listed issuer level or at the subsidiary level). The limited partners together hold an aggregate of 95% interest in Partnership Zhongshan and none of any limited partners singly holds 30% or more of the interest in Partnership Zhongshan.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the general partner and all the limited partners of Partnership Zhongshan (i.e. the Subscriber under 1st Subscription Agreement) are Independent Third Parties.

#### ***Asset being disposed of and total consideration***

Pursuant to 1st Subscription Agreement, Zhongshan LK agreed to issue, and Partnership Zhongshan agreed to subscribe for new registered capital in Zhongshan LK in the amount of US\$1,016,291 or RMB6,600,000, further details of which are set out in the paragraph headed "Asset being disposed of and considerations under the Subscription Agreements".

The total consideration as provided under 1st Subscription Agreement is US\$2,794,802 or RMB18,150,000 (equivalent to approximately HK\$21,736,006), of which US\$1,016,291 or RMB6,600,000 will be credited to the registered capital of Zhongshan LK and the remaining US\$1,778,510 or RMB11,550,000 will be credited to its capital reserve.

The funds to be paid by Partnership Zhongshan for the Subscription of the equity interest in Zhongshan LK under 1st Subscription Agreement shall be contributed by its partners in proportion to their respective percentage interests in Partnership Zhongshan.

## **2. The 2nd Subscription Agreement**

Date : 29 July 2021 (after trading hours)

Parties : (1) Zhongshan LK (as issuer); and  
(2) Partnership Ningbo (as Subscriber)

Mr. Tan Ying Shi is the general partner of Partnership Ningbo, and he holds about 1.85% interest in Partnership Ningbo. This initial general partner is an Employee of Ningbo LK.

Partnership Ningbo has a total of 36 limited partners. All of them are Employees of Ningbo LK. To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, none of the partners of Partnership Ningbo fall under the category of "connected persons" of the Company (whether at the listed issuer level or at the subsidiary level). The limited partners together hold an aggregate of 98.15% interest in Partnership Ningbo and none of any limited partners singly holds 30% or more of the interest in Partnership Ningbo.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the general partner and all the limited partners of Partnership Ningbo (i.e. the Subscriber under 2nd Subscription Agreement) are Independent Third Parties.

### ***Asset being disposed of and total consideration***

Pursuant to 2nd Subscription Agreement, Zhongshan LK agreed to issue, and Partnership Ningbo agreed to subscribe for new registered capital in Zhongshan LK in the amount of US\$831,511 or RMB5,400,000, further details of which are set out in the paragraph headed "Asset being disposed of and considerations under the Subscription Agreements".

The total consideration as provided under 2nd Subscription Agreement is US\$2,286,656 or RMB14,850,000 (equivalent to approximately HK\$17,784,005), of which US\$831,511 or RMB5,400,000 will be credited to the registered capital of Zhongshan LK and the remaining US\$1,455,145 or RMB9,450,000 will be credited to its capital reserve.

The funds to be paid by Partnership Ningbo for the Subscription of the equity interest in Zhongshan LK under 2nd Subscription Agreement shall be contributed by its partners in proportion to their respective percentage interests in Partnership Ningbo.

### **3. The 3rd Subscription Agreement**

Date : 29 July 2021 (after trading hours)

Parties : (1) Zhongshan LK (as issuer); and  
(2) Mr. Tse (as Subscriber)

Mr. Tse is an executive Director and therefore a connected person of the Company in accordance with Rule 14A.07(1) of the Listing Rules.

#### ***Asset being disposed of and total consideration***

Pursuant to 3rd Subscription Agreement, Zhongshan LK agreed to issue, and Mr. Tse agreed to subscribe for new registered capital in Zhongshan LK in the amount of US\$769,918 or RMB5,000,000, further details of which are set out in the paragraph headed “Asset being disposed of and considerations under the Subscription Agreements”.

The total consideration as provided under 3rd Subscription Agreement is US\$2,117,274 or RMB13,750,000 (equivalent to approximately HK\$16,466,671), of which US\$769,918 or RMB5,000,000 will be credited to the registered capital of Zhongshan LK and the remaining US\$1,347,356 or RMB8,750,000 will be credited to its capital reserve.

### **4. The 4th Subscription Agreement**

Date : 29 July 2021 (after trading hours)

Parties : (1) Zhongshan LK (as issuer); and  
(2) Mr. Huang (as Subscriber)

Mr. Huang is an Employee of Zhongshan LK. To the best of the Directors’ knowledge, information and belief after having made all reasonable enquiries, save for being an Employee of Zhongshan LK, Mr. Huang is an Independent Third Party.

#### ***Asset being disposed of and total consideration***

Pursuant to the 4th Subscription Agreement, Zhongshan LK agreed to issue, and Mr. Huang agreed to subscribe for new registered capital in Zhongshan LK in the amount of US\$307,967 or RMB2,000,000, further details of which are set out in the paragraph headed “Asset being disposed of and considerations under the Subscription Agreements”.

The total consideration as provided under 4th Subscription Agreement is US\$846,910 or RMB5,500,000 (equivalent to approximately HK\$6,586,669), of which US\$307,967 or RMB2,000,000 will be credited to the registered capital of Zhongshan LK and the remaining US\$538,942 or RMB3,500,000 will be credited to its capital reserve.

## **5. The 5th Subscription Agreement**

Date : 29 July 2021 (after trading hours)

Parties : (1) Zhongshan LK (as issuer); and

(2) Ms. Liu (as Subscriber)

Ms. Liu is an Employee of Zhongshan LK and she is a daughter of Ms. Chong Siw Yin (an executive Director and the Chairperson of the Company) and Mr. Liu Siong Song (a controlling shareholder of the Company). Ms. Liu is therefore a connected person of the Company in accordance with Rule 14A.12(2)(a) of the Listing Rules.

### ***Asset being disposed of and total consideration***

Pursuant to 5th Subscription Agreement, Zhongshan LK agreed to issue, and Ms. Liu agreed to subscribe for new registered capital in Zhongshan LK in the amount of US\$30,797 or RMB200,000, further details of which are set out in the paragraph headed “Asset being disposed of and considerations under the Subscription Agreements”.

The total consideration as provided under 5th Subscription Agreement is US\$84,691 or RMB550,000 (equivalent to approximately HK\$658,667), among which US\$30,797 or RMB200,000 will be credited to the registered capital of Zhongshan LK and the remaining US\$53,894 or RMB350,000 will be credited to its capital reserve.

## Asset being disposed of and considerations under the Subscription Agreements

The terms and conditions contained in the Subscription Agreements are substantially the same, other than the Subscribers, the amount of registered capital to be subscribed for and the total consideration payable in such connection.

Under each Subscription Agreement, the unit consideration for subscribing every RMB1 registered capital in Zhongshan LK is approximately US\$0.42 or RMB2.75 (equivalent to approximately HK\$3.29). Such consideration was determined after arm's length negotiations between the Group and the Subscribers (including the respective general and limited partners of the Partnerships) with reference to the total equity of Zhongshan LK Group as evaluated by an independent valuer as of 28 February 2021 and taking into consideration that the Subscriptions are part of an employee incentive arrangement.

The consideration shall be payable in cash by the respective Subscribers to Zhongshan LK on or before 30 September 2021. Completion of each Subscription Agreement shall take place immediately following the due registration of the change in owners of Zhongshan LK with the relevant administration of industry and commerce in the PRC.

The following table summarises the amount of registered capital agreed to be subscribed for by each Subscriber, the total considerations payable by each Subscriber, and the percentage of registered capital in which each Subscriber is interested as at 29 July 2021 (i.e. the date of the Subscription Agreements) and immediately after completion of the Subscription Agreements:

Name of equity holder	Amount of registered capital to be subscribed for		Total consideration payable		Subscription Agreements	Percentage of registered capital as at the date of the Subscription Agreements	Percentage of registered capital immediately after completion of the Subscription Agreements
	(RMB)	(USD)	(RMB)	(USD)			
Partnership Zhongshan	6,600,000	1,016,291	18,150,000	2,794,802	3.27%	2.99%	
Partnership Ningbo	5,400,000	831,511	14,850,000	2,286,656	2.68%	2.44%	
Mr. Tse	5,000,000	769,918	13,750,000	2,117,274	2.48%	2.26%	
Mr. Huang	2,000,000	307,967	5,500,000	846,910	0.99%	0.91%	
Ms. Liu	200,000	30,797	550,000	84,691	0.10%	0.09%	
<b>Total</b>	<b>19,200,000</b>	<b>2,956,484</b>	<b>52,800,000</b>	<b>8,130,332</b>	<b>9.52%</b>	<b>8.69%</b>	

## EFFECT ON SHAREHOLDING STRUCTURE OF ZHONGSHAN LK

The shareholding structure of Zhongshan LK (i) as at the date of this announcement, i.e. before completion of the Subscription Agreements; and (ii) immediately upon completion of all the Subscription Agreements, (assuming there is no other change to the share capital and in the shareholding structure of Zhongshan LK other than the Subscriptions under the Subscription Agreements) are as follows:

Name of equity holder	Immediately before completion of the Subscription Agreements		Immediately after completion of the Subscription Agreements	
	<i>Amount of registered capital</i>	<i>Appro. % of equity interest</i>	<i>Amount of registered capital</i>	<i>Appro. % of equity interest</i>
Power Excel	US\$31,072,774	100%	US\$31,072,774	91.31%
Partnership Zhongshan	–	–	US\$1,016,291	2.99%
Partnership Ningbo	–	–	US\$831,511	2.44%
Mr. Tse	–	–	US\$769,918	2.26%
Mr. Huang	–	–	US\$307,967	0.91%
Ms. Liu	–	–	US\$30,797	0.09%
<b>TOTAL</b>	<b>US\$31,072,774</b>	<b>100%</b>	<b>US\$34,029,258</b>	<b>100%</b>

## INFORMATION OF THE PARTNERSHIPS AND ZHONGSHAN LK

The Partnerships are limited partnerships established in the PRC in July 2021 for the sole purpose of making investment in and holding equity interests in Zhongshan LK. Partnership Zhongshan and Partnership Ningbo will hold approximately 2.99% and 2.44% direct equity interest in Zhongshan LK respectively immediately after the completion of the Deemed Disposals. Other than the equity interest in Zhongshan LK to be subscribed under the relevant Subscription Agreements and some nominal amount of cash, neither of the Partnerships have any other material assets or liabilities, nor carried on any business or operation since establishment up to the date of this announcement.

Zhongshan LK and its subsidiaries are principally engaged in the business of design, manufacturing and sales of plastic injection moulding machines (“PIMMs”).



The following table summarises the unaudited pro forma financial information of Zhongshan LK Group for each of the two financial years ended 31 March 2020 and 2021:

	<b>Year ended 31 March</b>	
	<b>2020</b>	<b>2021</b>
	<i>(in RMB'000)</i>	
Profit before taxation	(2,072)	<b>110,834</b>
Profit after taxation	(1,514)	<b>95,278</b>

As at 31 March 2021, (i) the unaudited pro forma net asset value of the Zhongshan LK Group was approximately RMB416 million, and (ii) the unaudited pro forma total asset of the Zhongshan LK Group was approximately RMB1,102 million.

### **FINANCIAL EFFECTS OF THE DEEMED DISPOSALS**

Following completion of the Deemed Disposals, the shareholding interests of the Company in Zhongshan LK will decrease from 100% to approximately 91.31%. Zhongshan LK will remain as an indirect non wholly-owned subsidiary of the Company and its financial results, assets, liabilities and cash flows will continue to be consolidated in the Company's consolidated financial statements.

### **USE OF PROCEEDS FROM THE DEEMED DISPOSALS**

The Company intends to use all the net proceeds from the Deemed Disposals for general working capital purpose.

### **REASONS FOR AND BENEFITS OF THE DEEMED DISPOSALS**

The Group is principally engaged in the design, manufacture and sales of die-casting machines, PIMMs, computerised numerical controlled machining centres and related accessories, and is also engaged in steel casting.

The Group is currently undertaking a corporate reorganization and also looking into the feasibility of possible spinning-off of the Zhongshan LK Group to be listed on a stock exchange in the PRC. The said possible listing exercise is still at the feasibility study stage with some professional advisers being engaged, and it may or may not proceed ultimately. In such connection, it is expected that after the completion of the Subscription Agreements, Zhongshan LK would be converted from a limited liability company into a joint stock company with limited liability.

The Partnerships were established solely for the purpose of holding the equity interest in Zhongshan LK in connection with the Deemed Disposals. The partners of the Partnerships (being the Subscribers under 1st Subscription Agreement and 2nd Subscription Agreement), Mr. Huang (being the Subscriber of the 4th Subscription Agreement) and Ms. Liu (being the Subscriber under 5th Subscription Agreement) are all Employees of Zhongshan LK or Ningbo LK.

Mr. Tse (being the Subscriber under 3rd Subscription Agreement) is an executive Director.

The partners of the Partnerships, Mr. Tse, Ms. Liu as well as Mr. Huang are either involved in the day-to-day management and operation of the PIMM Business or are considered to have significant contribution to the development of the PIMM Business. The Deemed Disposals aim at broadening the investors base of Zhongshan LK, and serve as an employee incentive arrangement to align the interests of certain key Employees, including Mr. Tse, Ms. Liu and Mr. Huang, in the PIMM Business with that of the Group. Immediately following the completion of the Deemed Disposals, Zhongshan LK will be held as to approximately 91.31% by Power Excel (an indirect wholly-owned subsidiary of the Company).

Taking into account that the Deemed Disposals are part of an employee incentive arrangement and the consideration for the Deemed Disposals is based on the underlying total equity of Zhongshan LK Group, the Directors (including the independent non-executive Directors) are of the view that the Deemed Disposals are on normal commercial terms, incidental to the ordinary and usual course of business of the Group and the terms of the Subscription Agreements are fair and reasonable and in the interests of the Company and its shareholders as a whole.

## **LISTING RULES IMPLICATIONS**

The Subscriptions constitute Deemed Disposals of the Company's equity interest in a subsidiary of the Company under Rule 14.29 of the Listing Rules. As all applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the Subscriptions under the Subscription Agreements are less than 5%, the Deemed Disposals are exempt from the notification, announcement and shareholders' approval requirements under Chapter 14 of the Listing Rules.

Mr. Tse, being a Director, is the Subscriber under 3rd Subscription Agreement.

Ms. Liu (being a daughter of Ms. Chong Siw Yin and Mr. Liu Siong Song, hence an associate of (i) a Director and (ii) a controlling shareholder of the Company) is the Subscriber under 5th Subscription Agreement.

Accordingly, the Deemed Disposals contemplated under 3rd Subscription Agreement and 5th Subscription Agreement constitute connected transactions for the Company pursuant to Chapter 14A of the Listing Rules. As one or more of the applicable percentage ratios calculated under Rule 14.07 of the Listing Rules in respect of the Deemed Disposals contemplated under 3rd Subscription Agreement and 5th Subscription Agreement (taken together) are higher than 0.1% but less than 5%, the Deemed Disposals contemplated under 3rd Subscription Agreement and 5th Subscription Agreement are subject to the announcement and reporting requirements, but exempt from the circular and shareholders' approval requirements under Chapter 14A of the Listing Rules.

Mr. Tse has abstained from voting in Board meeting on resolutions approving the Deemed Disposal under 3rd Subscription Agreement. Save as disclosed above, none of the Directors have any material interest in the Deemed Disposals.

## **DEFINITIONS**

In this announcement, unless the context requires otherwise, the following expressions shall have the following meanings:

“1st Subscription Agreement”	the agreement dated 29 July 2021 and entered into between Zhongshan LK and Partnership Zhongshan, pursuant to which Zhongshan LK agreed to issue and Partnership Zhongshan agreed to subscribe for registered capital equivalent to US\$1,016,291 or RMB6,600,000
“2nd Subscription Agreement”	the agreement dated 29 July 2021 and entered into between Zhongshan LK and Partnership Ningbo, pursuant to which Zhongshan LK agreed to issue and Partnership Ningbo agreed to subscribe for registered capital equivalent to US\$831,511 or RMB5,400,000
“3rd Subscription Agreement”	the agreement dated 29 July 2021 and entered into between Zhongshan LK and Mr. Tse, pursuant to which Zhongshan LK agreed to issue and Mr. Tse agreed to subscribe for registered capital equivalent to US\$769,918 or RMB5,000,000
“4th Subscription Agreement”	the agreement dated 29 July 2021 and entered into between Zhongshan LK and Mr. Huang, pursuant to which Zhongshan LK agreed to issue and Mr. Huang agreed to subscribe for registered capital equivalent to US\$307,967 or RMB2,000,000

“5th Subscription Agreement”	the agreement dated 29 July 2021 and entered into between Zhongshan LK and Ms. Liu, pursuant to which Zhongshan LK agreed to issue and Ms. Liu agreed to subscribe for registered capital equivalent to US\$30,797 or RMB200,000
“associate”	having the meaning ascribed to it under the Listing Rules
“Board”	the board of Directors
“Company”	L.K. Technology Holdings Limited (力勁科技集團有限公司), an exempted company incorporated in the Cayman Islands with limited liability, and the issued shares of which are listed on the Main Board of the Stock Exchange (stock code: 558)
“connected person(s)”	having the meaning ascribed to it under the Listing Rules
“controlling shareholder”	having the meaning ascribed to it under the Listing Rules
“Deemed Disposals”	the deemed disposal by the Group of approximately 10% equity interests (before capital enlargement) in Zhongshan LK pursuant to the terms and conditions of the Subscription Agreements
“Director(s)”	the director(s) of the Company
“Employee”	an employee of the Company or any of its subsidiaries
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Independent Third Party(ies)”	individual(s) or company(ies) who is (are) not a connected person(s) of the Company within the meaning ascribed under the Listing Rules
“Listing Rules”	Rules Governing the Listing of Securities on the Stock Exchange

“Mr. Huang”	Mr. Huang Xi, an Employee of Zhongshan LK, an Independent Third Party
“Mr. Tse”	Mr. Tse Siu Sze, an executive Director of the Company
“Ms. Liu”	Ms. Liu Ying Ying, a daughter of Ms. Chong Siw Yin (an executive Director and the Chairperson of the Company) and Mr. Liu Siong Song (a controlling shareholder of the Company)
“Ningbo LK”	Ningbo LK Machinery Co. Ltd.* (寧波力勁機械有限公司), a company incorporated in the PRC with limited liability and a direct wholly-owned subsidiary of Zhongshan LK
“Partnership Ningbo”	Ningbo City Zhuli Corporate Management Partnership (Limited Partnership)* (寧波市鑄力企業管理合夥企業(有限合夥)), a limited partnership established in the PRC
“Partnership Zhongshan”	Zhongshan City Ruili Corporate Management Partnership (Limited Partnership)* (中山市睿力企業管理合夥企業(有限合夥)), a limited partnership established in the PRC
“Partnerships”	together, Partnership Zhongshan and Partnership Ningbo
“PIMM Business”	business of design, manufacture and sale of plastic injection moulding machines of the Group, which has been mainly carried on by the Zhongshan LK Group
“Power Excel”	Power Excel International Limited (力卓國際有限公司), a company incorporated in Hong Kong with limited liability and an indirect wholly-owned subsidiary of the Company
“PRC”	the People’s Republic of China, and for the purpose of this announcement, excluding Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“RMB”	Renminbi, the lawful currency of the PRC
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Subscribers”	collectively, Partnership Zhongshan, Partnership Ningbo, Mr. Tse, Mr. Huang and Ms. Liu

“Subscription Agreements”	collectively, the 1st Subscription Agreement, the 2nd Subscription Agreement, the 3rd Subscription Agreement, the 4th Subscription Agreement and the 5th Subscription Agreement, and each a “Subscription Agreement”
“Subscriptions”	subscriptions of equity interest in Zhongshan LK by the Subscribers pursuant to the terms and conditions of the respective Subscription Agreements
“US\$” or “USD”	United States dollars, the lawful currency of the United States of America
“Zhongshan LK”	Zhongshan LK Machinery Co. Ltd.* (中山力勁機械有限公司), a foreign-invested enterprise incorporated in the PRC with limited liability and an indirect wholly-owned subsidiary of the Company immediately before the completion of the Deemed Disposals
“Zhongshan LK Group”	Zhongshan LK and its subsidiaries
“%”	per cent.

*The exchange rates of US\$1: RMB6.4942 and RMB0.83502: HK\$1 are adopted, such exchange rates have been used, where applicable, for illustration purposes only and do not constitute a representation that any amounts were or may have been exchanged at this or any other rates or at all.*

*Certain amounts and percentage figures included in this announcement are subject to rounding adjustments. Accordingly, figures shown as totals in certain tables may not be an arithmetic aggregation of the figures preceding them.*

By Order of the Board  
**L.K. Technology Holdings Limited**  
**Chung Wing Man**  
Company Secretary

Hong Kong, 29 July 2021

*As at the date of this announcement, the executive Directors of the Company are Ms. Chong Siw Yin, Mr. Liu Zhuo Ming and Mr. Tse Siu Sze; and the independent non-executive Directors of the Company are Dr. Low Seow Chay, Dr. Lui Ming Wah, PhD, SBS, JP, and Mr. Tsang Yiu Keung, Paul.*

\* English translation or transliteration of Chinese name for identification purpose only