隆基泰和智慧能源
LONGITECH SMART ENERGY

LONGITECH SMART ENERGY HOLDING LIMITED
隆基泰和智慧能源控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1281)

SUPPLEMENTARY ANNOUNCEMENT
EXERCISE OF PUT OPTION

References are made to: (i) the announcement of LongiTech Smart Energy Holding Limited (the "**Company**") dated 26 July 2018 in relation to the acquisition of 29.41% of the then registered capital of 山東海利豐清潔能源股份有限公司 (Shandong Hailifeng Clean Energy Joint Stock Co. Ltd.*) (the "**Target Company**"), assumed the capital contribution to such registered capital and the further capital contribution to the Target Company (the "**Acquisition**"); and (ii) the announcement of the Company dated 29 March 2019 in relation to the exercise of put option in connection with the Acquisition (the "**Put Option Announcement**"). Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Put Option Announcement.

Pursuant to the Repurchase Agreement, (i) the Target Company shall pay a total sum of RMB16,000,000, being the distributable profit of the Target Company for the year 2018, to Beijing Longguang before 30 May 2019; and (ii) Shengli Oilfield Lifeng shall pay a sum of RMB60,000,001, being the consideration for the Sale Shares (the "**Consideration**"), to Beijing Longguang before 30 June 2019. As of the date of this Announcement, the Target Company had paid RMB16,000,000 in accordance with the Repurchase Agreement, but Shengli Oilfield Lifeng has not paid the Consideration of RMB60,000,001.

Although the Group has been actively taking various measures to discuss with Shengli Oilfield Lifeng and the Target Company, no repayment arrangement has been reached. In order to protect the interest of the Group, Beijing Longguang recently initiated legal proceedings at the Beijing's Second Intermediate People's Court against, among others,: (i) Shengli Oilfield Lifeng to pay the Consideration plus the related penalty and legal fees etc.,; and (ii) the Target Company for joint liability in respect of the above-mentioned payment obligations of Shengli Oilfield Lifeng. As at the date of this announcement, Beijing Longguang has applied and the court has completed the preservation measures for the relevant properties of Shengli Oilfield Lifeng and the Target Company.

The Company will be made further announcement(s) regarding progress for the exercise of the Put Option and the above-mentioned legal proceedings as and when necessary in accordance with the Listing Rules.

By order of the Board
LongiTech Smart Energy Holding Limited
Wei Qiang
Chairman

Hebei, 13 December 2019

As at the date of this announcement, the executive directors of the Company are Mr. Wei Qiang, Mr. Yuen Chi Ping and Dr. Liu Zhengang; the non-executive director is Mr. Wei Shaojun; and the independent non-executive directors are Dr. Han Qinchun, Mr. Wong Yik Chung, John and Mr. Han Xiaoping.

* *The English name is for identification purposes only.*