

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.

KING FORCE GROUP HOLDINGS LIMITED

冠輝集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 08315)

VOLUNTARY ANNOUNCEMENT

UPDATE IN RELATION TO THE ACQUISITION OF 100% OF THE ISSUED SHARE CAPITAL OF CHINA BEI DOU COMMUNICATIONS TECHNOLOGY GROUP LIMITED

Reference is made to the announcements (the “**Announcements**”) of King Force Group Holdings Limited (the “**Company**”) dated 19 October 2016, 9 November 2016, 24 November 2016 and 27 January 2017 in relation to, among other things, the proposed acquisition of 100% of the entire issued share capital of the Target Company (the “**Acquisition**”) and the announcement of the Company dated 16 December 2016 in relation to the completion of the Acquisition. Capitalized terms used herein shall have the same meanings as those defined in the Announcements unless the context otherwise requires.

This announcement serves as an update on the latest developments in relation to the suspension of Bei Dou Jiuyi’s Qualification.

The Company has made telephone enquiry with the managing center of China National Administration of GNSS and Application (中國衛星導航定位應用管理中心) after being aware of the suspension of the Qualification. The Company was informed that:–

- (a) the period of validity of the Qualification is four years, but its yearly renewal is subject to the annual inspection check (the “**Annual Check**”);
- (b) during the period of rectification and improvement (the “**Period**”), although the Qualification of Bei Dou Jiuyi is currently suspended, it is not withdrawn and still remains in force. As such, Bei Dou Jiuyi is entitled to operate relevant business and co-operate with its business partners under the Qualification; and
- (c) after Bei Dou Jiuyi has submitted all the documents required by the Annual Check during the period, the suspension will be lifted.

According to the explanation provided by the Vendor, Bei Dou Jiuyi was unable to provide relevant documents required to perform the Annual Check due to internal administrative delays. The Company was informed by the Vendor that Bei Dou Jiuyi is currently preparing the required documents and intends to submit the necessary documents for the renewal of the Qualification before late March.

The Company will urge Bei Dou Jiuyi to submit the required documents as soon as possible and reserve all the rights to take legal action against Bei Dou Jiuyi. The Company will make further announcement(s) as and when appropriate to its Shareholders and public for any update(s) in relation to the above matter.

By Order of the Board
King Force Group Holdings Limited
Chen Yunchuo
Chairman and Executive Director

Hong Kong, 14 February 2017

As at the date of this announcement, the executive Directors are Mr. Li Mingming, Mr. Chen Yunchuo, Ms. Li Liping and Mr. Cheng Rui; and the independent non-executive Directors are Mr. Xiong Hong, Mr. Wan Tat Wai David and Mr. Ho Yuk Ming Hugo.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the “Latest Company Announcements” page of the Stock Exchange’s website at www.hkexnews.hk for 7 days from the date of its posting. This announcement will also be posted on the Company’s website at www.kingforce.com.hk.