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JOINT ANNOUNCEMENT MONTHLY PROGRESS UPDATE PURSUANT TO RULE 3.7 OF THE TAKEOVERS CODE

This joint announcement is made pursuant to Rule 3.7 of The Hong Kong Code on Takeovers and Mergers (the “**Takeovers Code**”) by the respective board of directors of Fullshare Holdings Limited (“**Fullshare**”) and China High Speed Transmission Equipment Group Co., Ltd. (“**CHS**”). Fullshare and CHS wish to update their respective shareholders and potential investors that instead of a possible conditional voluntary partial cash offer for issued shares of CHS, the Potential Offeror and Five Seasons are now in discussions of a possible sale and purchase of Five Seasons’ shares in CHS, the completion of which will trigger the obligation to make a mandatory general offer under the Takeovers Code.

References are made to the joint announcements issued by Fullshare and CHS dated (i) 18 January 2018 in relation to, among other things, the Proposed Offer and the Possible Disposal (the “**January Announcement**”); and (ii) 14 February 2018 in relation to the monthly progress update regarding the Proposed Offer and the Possible Disposal (together with the January Announcement, the “**Joint Announcements**”). Capitalised terms used herein shall have the same meanings as those defined in the Joint Announcements unless specified otherwise.

Since the publication of the Joint Announcements, as informed by Five Seasons, the Potential Offeror and Five Seasons have been in discussions of a possible sale and purchase of Five Seasons' direct shareholding interests in CHS that would represent more than 50% but not exceeding 73.91% of the issued shares of CHS (the "**Possible Transaction**"). If the Possible Transaction materialises and is completed, it will result in a change in control of CHS and a mandatory general offer, in cash, for the issued shares of CHS to be made under Rule 26.1 of the Takeovers Code by the Potential Offeror ("**Possible Mandatory Offer**") instead of the Proposed Offer. Moreover, despite the possible change of transaction structure, if the Possible Transaction materialises and is completed, it will still involve a disposal of shares in a subsidiary of Fullshare and the Possible Disposal may still constitute a notifiable transaction for Fullshare under Chapter 14 of the Listing Rules as previously disclosed in the January Announcement. Whilst the discussions between Five Seasons and the Potential Offeror are still on-going, no commitment or any formal or legally binding agreement has been reached or entered into between them, nor any material terms and conditions in respect of the Possible Transaction or the Possible Disposal have been agreed as at the date of this joint announcement.

In accordance with Rule 3.7 of the Takeovers Code, monthly announcements regarding the progress of the discussions will be made by Fullshare and CHS until announcement of a firm intention to make an offer under Rule 3.5 of the Takeovers Code or of a decision not to proceed with the Possible Transaction is made. Further announcement(s) will be made by Fullshare and CHS as and when appropriate in accordance with the relevant requirements of the Listing Rules and the Takeovers Code (as the case may be).

If the Possible Transaction materialises and is completed, it will lead to a change in control of CHS and the Possible Mandatory Offer to be made under Rule 26.1 of the Takeovers Code. As at the date of this joint announcement, no commitment or any formal or legally binding agreement has been reached or entered into in respect of the Possible Transaction or the Possible Disposal, and the discussions are still in progress and the Possible Transaction or the Possible Disposal may or may not proceed. Shareholders and potential investors of Fullshare and CHS are advised to exercise caution when dealing in the shares or other securities of Fullshare or CHS, and if they are in doubt about their positions, they should consult their professional adviser(s).

By Order of the Board
Fullshare Holdings Limited
JI CHANGQUN
Chairman

By Order of the Board
**China High Speed Transmission
Equipment Group Co., Ltd.**
HU YUEMING
Chairman

Hong Kong, 15 March 2018

As at the date of this joint announcement, the executive directors of Fullshare are Mr. Ji Changqun, Mr. Shi Zhiqiang, and Mr. Wang Bo; and the independent non-executive directors of Fullshare are Mr. Lau Chi Keung, Mr. Chow Siu Lui and Mr. Tsang Sai Chung.

As at the date of this joint announcement, the executive directors of CHS are Mr. Chen Yongdao, Mr. Wang Zhengbing, Mr. Zhou Zhijin, Mr. Hu Jichun and Ms. Zheng Qing; the non-executive directors of CHS are Mr. Hu Yueming and Mr. Yuen Chi Ping; and the independent non-executive directors of CHS are Dr. Chan Yau Ching, Bob, Ms. Jiang Jianhua, Mr. Jiang Xihe and Mr. Nathan Yu Li.

The directors of Fullshare jointly and severally accept full responsibility for accuracy of the information contained in this joint announcement (other than information relating to CHS) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this joint announcement (other than those expressed by CHS) have been arrived at after due and careful consideration and there are no other facts not contained in this joint announcement, the omission of which would make any statement in this joint announcement misleading.

The directors of CHS jointly and severally accept full responsibility for accuracy of the information contained in this joint announcement (other than information relating to Fullshare) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this joint announcement (other than those expressed by Fullshare) have been arrived at after due and careful consideration and there are no other facts not contained in this joint announcement, the omission of which would make any statement in this joint announcement misleading.

** For identification purposes only*