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南京熊猫电子股份有限公司
NANJING PANDA ELECTRONICS COMPANY LIMITED
(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00553)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The Announcement in Relation to A Senior Management Member of Nanjing Panda Electronics Company Limited Receiving the Decision of Administrative Penalty from Hunan Bureau of China Securities Regulatory Commission published on the website of the Shanghai Stock Exchange of the People's Republic of China by Nanjing Panda Electronics Company Limited (the “**Company**”) is set out herein for reference only.

By Order of the Board of Directors
Nanjing Panda Electronics Company Limited
Xu Guofei
Chairman

Nanjing, the People's Republic of China
27 December 2017

As at the date of this announcement, the Board comprises Executive Directors: Mr. Xu Guofei, Mr. Chen Kuanyi and Mr. Xia Dechuan; Non-executive Directors: Mr. Lu Qing, Mr. Deng Weiming and Mr. Gao Gan; and Independent Non-executive Directors: Ms. Du Jie, Mr. Chu Wai Tsun, Vincent and Mr. Zhang Chun.

**NANJING PANDA ELECTRONICS COMPANY LIMITED
ANNOUNCEMENT IN RELATION TO A SENIOR MANAGEMENT
MEMBER RECEIVING THE DECISION OF ADMINISTRATIVE
PENALTY FROM HUNAN BUREAU OF CHINA SECURITIES
REGULATORY COMMISSION**

The board of directors of the Company and all its board members warrant that this announcement does not contain any false representations, misleading statements or material omissions, are severally and jointly responsible for the truthfulness, accuracy and completeness of the contents of this announcement.

On 27 July 2017, Nanjing Panda Electronics Company Limited (the “Company” or “NPEC”) received a report from Mr. Guo Qing, a deputy general manager of the Company, that he was served with the Notice of Investigation (No.: Xiang Ji Diao Cha Zi No. 0525) dated 26 July 2017 by China Securities Regulatory Commission (“CSRC”) which decided to speak with him for understanding of relevant information. For details, please refer to the relevant announcements of the Company dated 28 July 2017 published on the website of the Shanghai Stock Exchange and in China Securities Journal and Shanghai Securities News.

On 19 December 2017, Mr. Guo Qing received the Advance Notice of Administrative Penalty from Hunan Bureau of CSRC (the “Bureau”) (Chu Fa Zi [2017] No. 2). The Bureau proposed to make the decision of issuing a warning to Guo Qing and imposing a fine of RMB30,000. For details, please refer to the relevant announcements of the Company dated 21 December 2017 published on the website of the Shanghai Stock Exchange and in China Securities Journal and Shanghai Securities News.

On 26 December 2017, Mr. Guo Qing received the Decision of Administrative Penalty from the Bureau ([2017] No. 2) with the main contents as follows:

Respondent: Guo Qing, male, born in October 1962, in his then capacity as deputy general manager of Nanjing Panda Electronics Company Limited, with address at Xuanwu District, Nanjing.

According to relevant provisions of the Securities Law of People’s Republic of China (the “Securities Law”), the Bureau had conducted an investigation and held a hearing in relation to the illegal acts of short-swing trading of the shares of NPEC by Guo Qing, and according to the law informed the respondent the facts, reasons, basis for making administrative penalties and the rights entitled by the respondent in accordance with the law. The respondent had neither responded to the allegation nor defended himself. The investigation and hearing of the case have been closed.

As ascertained upon investigation, the facts of the violation of Guo Qing were as follows:

From 1 March to 24 November 2016, Guo Qing bought and sold 7,100 shares of NPEC with his own account. The gains from the abovementioned transactions amounted to RMB9,037.00 (exclusive of transaction costs) or RMB8,414.24 (inclusive of transaction costs). The aforementioned conducts by Guo Qing have violated Article 47 of the Securities Law, and constituted a short-swing trading under Article 195 of the Securities Law.

The abovementioned facts were substantiated by Guo Qing's securities account and relevant information, records of conversations with related persons, the Company's announcements and related documents, data provided by the Shanghai Stock Exchange and other evidence.

Based on the facts, nature, circumstances and degree of social harm of such illegal acts, and in accordance with Article 195 of the Securities Law, the Bureau decided to:

Issue a warning to Guo Qing and impose a fine of RMB30,000 in connection with the short-swing trading by Guo Qing.

The respondent should, within 15 days from the date of receiving the decision, remit the fines to the CSRC's bank account (Account Number: 7111010189800000162) maintained at the business department of the headquarter of China CITIC Bank through which the amount shall be directly paid to the State Treasury, and deliver a copy of the payment voucher bearing the name of the respondent to the inspection bureau under the CSRC and the Bureau for filing. The respondent, if not accepting the penalty decision, may either apply to the CSRC for an administrative review within 60 days of receipt of the decision, or initiate an administrative action at the People's court with competent jurisdiction within six months from the date of receipt of the decision. However, such decision shall continue to be executed during the review and litigation.

Announcement is hereby given.

The board of directors of Nanjing Panda Electronics Company Limited
27 December 2017