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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)

DISCLOSEABLE TRANSACTION SUBSCRIPTION OF WEALTH MANAGEMENT PRODUCTS

References are hereby made to the announcements of the Company dated 22 March 2018 and 2 May 2018 pursuant to which, on 22 March 2018, the Company, used its own temporarily idle fund of RMB40 million (approximately HK\$48.96 million) to subscribe the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the First Wealth Management Agreement and on 2 May 2018, the Company, used its own temporarily idle fund of RMB100 million (approximately HK\$122.4 million) to subscribe the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the Second Wealth Management Agreement.

The Board is pleased to announce that on 5 June 2018, the Company, used its own temporarily idle fund of RMB210 million (approximately HK\$257.04 million) to subscribe for the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the Third Wealth Management Agreement.

As one of the applicable percentage ratios (as defined under the Listing Rules) in respect of the Third Subscription is more than 5% but less than 25%, the Third Subscription constitutes a discloseable transaction of the Company, and is subject to the reporting and announcement requirements under the Listing Rules.

The First Subscription and the Second Subscription do not constitute discloseable transactions of the Company under the Listing Rules. However, pursuant to Rule 14.22 of the Listing Rules, the First Subscription and the Second Subscription will be aggregated with the Third Subscription, and the relevant applicable percentage ratios (as defined under the Listing Rules) exceed 5% but are lower than 25%. Therefore, the First Subscription and the Second Subscription also constitute discloseable transactions of the Company for the purposes of the Listing Rules and are subject to the reporting and announcement requirements under the Listing Rules.

References are hereby made to the announcements of the Company dated 22 March 2018 and 2 May 2018 pursuant to which, on 22 March 2018, the Company, used its own temporarily idle fund of RMB40 million (approximately HK\$48.96 million) to subscribe the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the First Wealth Management Agreement and on 2 May 2018, the Company, used its own temporarily idle fund of RMB100 million (approximately HK\$122.4 million) to subscribe the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the Second Wealth Management Agreement.

The Board is pleased to announce that on 5 June 2018, the Company, used its own temporarily idle fund of RMB210 million (approximately HK\$257.04 million) to subscribe for the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the Third Wealth Management Agreement.

THE FIRST SUBSCRIPTION

On 22 March 2018, the Company, used its own temporarily idle fund of RMB40 million (approximately HK\$48.96 million) to subscribe for the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the First Wealth Management Agreement. The terms of the First Wealth Management Agreement are summarised as follows:

(1) Date: Date of Wealth Management Agreement: 22 March 2018

Date of Subscription: 22 March 2018

(2) Parties: (i) Ping An Bank

(ii) the Company

Ping An Bank is a licensed bank incorporated under the laws of the PRC. To the best knowledge, information and belief of the Directors, Ping An Bank and its ultimate beneficial owners are Independent Third Parties. The principal businesses of Ping An Bank include the provision of corporate and retail services, capital operation, investment banking, assets management, trust and financial leasing as well as other financial services.

(3) Name of the wealth management plan: Structured Corporate Deposits (Interest rate linked) Product

(4) Guarantee for the principal: Guaranteed

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| (5) Subscription amount: | RMB40,000,000 (approximately HK\$48,960,000) |
| (6) Term of investment: | From 22 March 2018 to 21 June 2018 |
| (7) Actual investment days: | 91 days |
| (8) Right of early termination: | The customers cannot early terminate |
| (9) Expected annual return rate: | 4.8% |

THE SECOND SUBSCRIPTION

On 2 May 2018, the Company, used its own temporarily idle fund of RMB100 million (approximately HK\$122.4 million) to subscribe for the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the Second Wealth Management Agreement. The terms of the Second Wealth Management Agreement are summarised as follows:

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| (1) Date: | Date of Wealth Management Agreement: 2 May 2018

Date of Subscription: 2 May 2018 |
| (2) Parties: | (i) Ping An Bank

(ii) the Company

Ping An Bank is a licensed bank incorporated under the laws of the PRC. To the best knowledge, information and belief of the Directors, Ping An Bank and its ultimate beneficial owners are independent third parties. The principal businesses of Ping An Bank include the provision of corporate and retail services, capital operation, investment banking, assets management, trust and financial leasing as well as other financial services. |
| (3) Name of the wealth management plan: | Structured Corporate Deposits (Interest rate linked) Product |
| (4) Guarantee for the principal: | Guaranteed |
| (5) Subscription amount: | RMB100,000,000 (approximately HK\$122,400,000) |

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| (6) Term of investment: | From 2 May 2018 to 2 August 2018 |
| (7) Actual investment days: | 92 days |
| (8) Right of early termination: | The customers cannot early terminate |
| (9) Expected annual return rate: | 4.6% |

THE THIRD SUBSCRIPTION

On 5 June 2018, the Company, used its own temporarily idle fund of RMB210 million (approximately HK\$257.04 million) to subscribe for the principal-guaranteed Wealth Management Product issued by Ping An Bank in accordance with the Third Wealth Management Agreement. The terms of the Third Wealth Management Agreement are summarised as follows:

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| (1) Date: | Date of Wealth Management Agreement: 5 June 2018

Date of Subscription: 5 June 2018 |
| (2) Parties: | (i) Ping An Bank

(ii) the Company

Ping An Bank is a licensed bank incorporated under the laws of the PRC. To the best knowledge, information and belief of the Directors, Ping An Bank and its ultimate beneficial owners are independent third parties. The principal businesses of Ping An Bank include the provision of corporate and retail services, capital operation, investment banking, assets management, trust and financial leasing as well as other financial services. |
| (3) Name of the wealth management plan: | Structured Corporate Deposits (Interest rate linked) Product |
| (4) Guarantee for the principal: | Guaranteed |
| (5) Subscription amount: | RMB210,000,000 (approximately HK\$257,040,000) |
| (6) Term of investment: | From 5 June 2018 to 4 September 2018 |

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| (7) | Actual investment days: | 91 days |
| (8) | Right of early termination: | The customers cannot early terminate |
| (9) | Expected annual return rate: | 4.9% |

RISK CONTROL MEASURES

Giving top priority to risk prevention, the Company implemented stringent control and made prudent decision in respect of the purchase of bank wealth management products on the principle of protecting the interests of all Shareholders and the Company. The products purchased by the Company this time are the principal-guaranteed Wealth Management Products. During the term of the Wealth Management Products, the Company will keep in close contact with the relevant bank to follow up the utilization of funds, strengthen risk control and supervision, and strictly control the security of funds.

REASONS FOR AND BENEFITS OF THE INVESTMENT

The investment with temporarily idle funds of the Company was conducted this time on the premises that the self-owned funds are guaranteed, and that it would not impact the daily capital turnover of the Company or the operation of the Company's principal businesses.

The investment with temporarily idle funds of the Company could improve the capital usage efficiency and earn certain investment returns. The Directors are of the view that the terms of the Subscriptions are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

INFORMATION OF THE GROUP

The Group is principally engaged in the development, manufacturing and sale of electronic equipment and consumer electronic products as well as electronic manufacturing services.

IMPLICATIONS UNDER THE LISTING RULES

As one of the applicable percentage ratios (as defined under the Listing Rules) in respect of the Third Subscription is more than 5% but less than 25%, the Third Subscription constitutes a discloseable transaction of the Company, and is subject to the reporting and announcement requirements under the Listing Rules.

The First Subscription and the Second Subscription do not constitute discloseable transactions of the Company under the Listing Rules. However, pursuant to Rule 14.22 of the Listing Rules, the First Subscription and the Second Subscription will be aggregated with the Third Subscription, and the relevant applicable percentage ratios (as defined under the Listing Rules) exceed 5% but are lower than 25%. Therefore, the First Subscription and the Second Subscription also constitute discloseable transactions of the Company for the purposes of the Listing Rules and are subject to the reporting and announcement requirements under the Listing Rules.

DEFINITIONS

Unless the context otherwise requires, the following terms used herein have the following meanings:

“Board”	the board of Directors
“Company”	Nanjing Panda Electronics Company Limited, a joint stock company incorporated in the PRC with limited liability
“Director(s)”	the directors of the Company
“First Subscription”	the Company subscribes for the Wealth Management Product at a subscription amount of RMB40,000,000 in accordance with the First Wealth Management Agreement
“First Wealth Management Agreement”	the wealth management agreement entered into between the Company and Ping An Bank on 22 March 2018 on the First Subscription, the principal terms of which are summarized in this announcement
“Group”	the Company and its subsidiaries from time to time
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	Hong Kong Special Administrative Region of the PRC
“Independent Third Parties”	third parties independent of the Company and its connected persons
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange

“Ping An Bank”	Ping An Bank Co., Ltd., a licensed bank incorporated under the laws of the PRC
“PRC”	the People’s Republic of China (for the purpose of this announcement, excluding Hong Kong, Macau Special Administrative Region and Taiwan)
“RMB”	Renminbi, the lawful currency of the PRC
“Second Subscription”	the Company subscribes for the Wealth Management Product at a subscription amount of RMB100,000,000 in accordance with the Second Wealth Management Agreement
“Second Wealth Management Agreement”	the wealth management agreement entered into between the Company and Ping An Bank on 2 May 2018 on the Second Subscription, the principal terms of which are summarized in this announcement
“Shareholder(s)”	the shareholder(s) of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Third Subscription”	the Company subscribes for the Wealth Management Product at a subscription amount of RMB210,000,000 in accordance with the Third Wealth Management Agreement
“Third Wealth Management Agreement”	the wealth management agreement entered into between the Company and Ping An Bank on 5 June 2018 on the Third Subscription, the principal terms of which are summarized in this announcement
“Wealth Management Product”	the wealth management product denominated in Renminbi subscribed for by the Company in accordance with the First Wealth Management Agreement, the Second Wealth Management Agreement and the Third Wealth Management Agreement
“%”	per cent

In this announcement, for the purpose of illustration only, amounts quoted in RMB have been converted into HK\$ at the rate of RMB1.00 to HK\$1.224. Such exchange rate has been used, where applicable, for the purpose of illustration only and does not constitute a representation that any amounts were or may have been exchanged at this or any other rates or at all.

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

Nanjing, the People's Republic of China
5 June 2018

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.