HIGHLIGHT CHINA IOT INTERNATIONAL LIMITED

高 銳 中 國 物 聯 網 國 際 有 限 公 司

(incorporated in Bermuda with limited liability)

(Stock Code: 1682)

PROPOSED INCREASE IN AUTHORISED SHARE CAPITAL

PROPOSED CHANGE OF COMPANY NAME

The board of directors (the "**Board**") of Highlight China IoT International Limited (the "**Company**") proposes to (i) increase the Company's authorised share capital from HK$9,000,000 divided into 900,000,000 shares of HK$0.01 each to HK$100,000,000 divided into 10,000,000,000 ordinary shares of HK$0.01 each by the creation of an additional 9,100,000,000 ordinary shares (the "**Proposed Increase in Authorised Share Capital**"); and (ii) change the English name of the Company from "Highlight China IoT International Limited" to "Hua Long Jin Kong Company Limited", and to adopt the Chinese name of "華隆金控有限公司" as the secondary name of the Company in place of "高銳中國物聯網國際有限公司" (the "**Proposed Change of Company Name**").

The Proposed Increase in Authorised Share Capital is subject to the passing of an ordinary resolution by the shareholders of the Company (the "**Shareholders**") at the special general meeting of the Company (the "**SGM**") approving the same; and the Proposed Change of Company Name is subject to: (i) the passing of a special resolution by the Shareholders at the SGM to approve the Proposed Change of Company Name; and (ii) the Registrar of Companies in Bermuda granting approval for the Proposed Change of Company Name.

A circular containing, amongst other things, (i) details of the Proposed Increase in Authorised Share Capital; (ii) details of the Proposed Change of Company Name; and (iii) a notice convening the SGM and related proxy form will be despatched to the Shareholders as soon as practicable.

PROPOSED INCREASE IN AUTHORISED SHARE CAPITAL

In order to provide the Company with greater flexibility for future expansion in the share capital of the Company, the Board proposes to increase the Company's authorised share capital from HK$9,000,000 divided into 900,000,000 shares of HK$0.01 each to HK$100,000,000 divided into 10,000,000,000 ordinary shares of HK$0.01 each by the creation of an additional 9,100,000,000 ordinary shares.

The Proposed Increase in Authorised Share Capital is subject to the following condition:

(i) the passing of an ordinary resolution by the Shareholders at the SGM to approve the Proposed Increase in Authorised Share Capital.

PROPOSED CHANGE OF COMPANY NAME

The Board proposes to change the English name of the Company from "Highlight China IoT International Limited" to "Hua Long Jin Kong Company Limited", and to adopt the Chinese name of "華隆金控有限公司" as the secondary name of the Company in place of "高銳中國物聯網國際有限公司".

The Proposed Change of Company Name is subject to the following conditions:

(i) the passing of a special resolution by the Shareholders at the SGM to approve the Proposed Change of Company Name; and

(ii) the Registrar of Companies in Bermuda granting approval for the Proposed Change of Company Name.

Subject to the satisfaction of the conditions set out above, the Proposed Change of Company Name will take effect from the date of entry of the new English name and the secondary name of the Company on the register maintained by the Registrar of Companies in Bermuda. The Company will then carry out all necessary filing procedures with the Companies Registry in Hong Kong pursuant to Part 16 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong).

Reason for the Proposed Change of Company Name

There is a change in control of the Company upon completion of the sale and purchase of 322,326,500 shares of the Company (the "**Shares**") by Rosy Lane International Limited (the "**Offeror**"), which is wholly and ultimately and beneficially owned by Mr. Zhi Hua, being a Director, from Unitech Enterprises Group Limited and the close of the unconditional mandatory cash offer made by Kingston Securities Limited for and on behalf of the Offeror for all the Shares in issue, other than those already owned or to be acquired by the Offeror and parties acting in concert with it on 12 September 2017. The Offeror is interested in approximately 58.41% of issued share capital of the Company as at the date of this announcement. The Board believes that the proposed new name of the Company will provide the Shareholders and the investing public a more accurate reflection of the Company's corporate identity. The Board considers that such new corporate image and identity will benefit the Company and is in the interests of the Company and the Shareholders as a whole.

Effect of the Proposed Change of Company Name

The Proposed Change of Company Name will not affect any rights of the holders of securities of the Company or the Company's daily business operation and its financial position. All existing certificates of securities in issue bearing the present name of the Company shall, upon the Proposed Change of Company Name becoming effective, continue to be evidence of title to such securities and the existing share certificates will continue to be valid for trading, settlement, registration and delivery purposes. There will not be any arrangement for exchange of the existing certificates of securities of the Company for new share certificates bearing the new name of the Company. Once the Proposed Change of Company Name becomes effective, new share certificates will be issued only in the new name of the Company.

Subject to the confirmation of the Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"), the English and Chinese stock short names of the Company for trading of the Shares on the Stock Exchange will also be changed after the Proposed Change of Company Name becomes effective.

GENERAL

A circular containing, amongst other things, (i) details of the Proposed Increase in Authorised Share Capital; (ii) details of the Proposed Change of Company Name; and (iii) a notice convening the SGM and related proxy form will be despatched to the Shareholders as soon as practicable.

The Company will make further announcement(s) to inform the Shareholders of the results of the SGM, the effective date of the Proposed Change of Company Name and the new English and Chinese stock short names of the Company under which the Shares will be traded on the Stock Exchange and the new website address of the Company as and when appropriate.

By Order of the Board
Highlight China IoT International Limited
Zhi Hua
Chairman

Hong Kong, 16 October 2017

As at the date of this announcement, the Board comprises Mr. Zhi Hua and Mr. Lam Kai Yeung as executive directors, Mr. Li Hui, Mr. Chau On Ta Yuen and Dr. Lam Lee G. as independent non-executive directors; and Mr. Chan Kin as non-executive director.