HIGHLIGHT CHINA IOT INTERNATIONAL LIMITED
高鋭中國物聯網國際有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 1682)

COMPLETION OF PLACING OF NEW SHARES UNDER GENERAL MANDATE

Placing Agent

KINGSTON SECURITIES

Reference is made to the announcement of Highlight China IoT International Limited (the "**Company**") dated 20 September 2017 (the "**Announcement**") in relation to the Placing. Unless otherwise stated, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

COMPLETION OF PLACING OF NEW SHARES UNDER GENERAL MANDATE

The Board is pleased to announce that all conditions of the Placing Agreement have been fulfilled and the completion of Placing took place on 13 October 2017 in accordance with the terms and conditions of the Placing Agreement. A total of 32,200,000 Placing Shares have been successfully placed by the Placing Agent to not less than six Placees at the Placing Price of HK$0.93 per Placing Share pursuant to the terms and conditions of the Placing Agreement. To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, the Placees and their ultimate beneficial owner(s) are Independent Third Parties.

The gross proceeds and net proceeds from the Placing amount to approximately HK$30 million and approximately HK$29.4 million respectively. The Company intends to apply the net proceeds from the Placing as general working capital.

CHANGES ON SHAREHOLDING STRUCTURE

The 32,200,000 Placing Shares represent approximately (i) 6.19% of the existing issued share capital of the Company immediately before the completion of the Placing; and (ii) 5.83% of the issued share capital of the Company as enlarged by the allotment and issue of 32,200,000 Placing Shares.

	Immediately before completion of the Placing		**Immediately after completion of the Placing**	
Substantial Shareholder	*Number of Shares*	*Approximate %*	*Number of Shares*	*Approximate %*
Rosy Lane International Limited *(Note)*	322,409,404	62.03	322,409,404	58.41
Other Shareholders				
The Placees and other Shareholders	197,367,596	37.97	229,567,596	41.59
Total	519,777,000	100	551,977,000	100

Note: As at the date of this announcement, Rosy Lane International Limited is wholly and ultimately and beneficially owned by Mr. Zhi Hua, being a Director.

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

Hong Kong, 13 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.