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KIN YAT HOLDINGS LIMITED
建溢集團有限公司

website: http://www.kinyat.com.hk

(Incorporated in Bermuda with limited liability)

(Stock Code: 638)

INSIDE INFORMATION WITH RESPECT TO A POSSIBLE ACQUISITION

This announcement is made by the board of Directors (the "**Board**") of Kin Yat Holdings Limited (the "**Company**") pursuant to the Inside Information Provisions (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09(2)(a) of the Listing Rules.

The Company is currently in negotiation with a substantial shareholder (as defined under the Listing Rules) of the Company and an independent third party to acquire from these parties a controlling equity stake (the "**Possible Acquisition**") in a company (the "**Target Company**") which is engaged mainly in the sale and downstream processing of glass including but not limited to insulating glass, glass window module and digital image printed glass; the design, manufacture and installation of curtain wall system, and the sale of advertising rights on projection glass developed by the Target Company. The Target Company has successfully developed a switchable projection glass that turns from a clear transparent glass into a project surface instantly. The Target Company also plans to embark into a new business with respect to the coating of glass surface for electrochromic glass smart shading system (電致變色玻璃智能遮陽系統) used for energy saving solutions and solar energy glass (太陽能發電玻璃) used for power generation. The Possible Acquisition is in furtherance of the Company's strategy to strengthen and develop the core business of the Company with respect to the manufacturing business segments.

Should there be any development with regard to the Possible Acquisition, further announcement(s) will be made by the Company in accordance with all applicable requirements of the Listing Rules as and when appropriate.

Shareholders and/or potential investors should note that the Possible Acquisition may or may not be materialised as no formal binding documentation has been executed between the parties and negotiations are still in progress. Shareholders and/or potential investors are advised to exercise caution when dealing in the Company's securities.

By order of the Board
Kin Yat Holdings Limited
Cheng Chor Kit
Chairman and Chief Executive Officer

Hong Kong, 12 March 2018

As at the date of this announcement, the Board comprises ten Directors, of which six are executive Directors, namely Mr. CHENG Chor Kit, Mr. FUNG Wah Cheong, Vincent, Mr. LIU Tat Luen, Mr. CHENG Tsz To, Mr. CHENG Tsz Hang and Mr. HUI Ka Po, Alex; and four independent non-executive Directors, namely Mr. WONG Chi Wai, Dr. SUN Kwai Yu, Vivian, Mr. CHENG Kwok Kin, Paul and Mr. CHEUNG Wang Ip.