



Solargiga Energy

Solargiga Energy Holdings Limited
陽光能源控股有限公司

(Stock Code: 757)

LEGAL PROCEEDINGS AGAINST A SUBSIDIARY

This is an announcement made by Solargiga Energy Holdings Limited (the “Company, together with its subsidiaries, the “Group”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the “Board”) of directors (the “Directors”) of the Company announces that Wealthy Rise International Limited (“Wealthy Rise”), an indirect subsidiary of the Company, has received a Complaint and Demand for Jury Trial (the “Action”) from the courts of the State of Michigan, United States of America (the “United States”), against Wealthy Rise. The plaintiff of the Action, Hemlock Semiconductor Operations LLC. (“Hemlock”), a supplier of Wealthy Rise based in the United States, is seeking to claim a sum totalling approximately US\$391 million against Wealthy Rise for Wealthy Rise’s alleged breaches of a raw material purchase agreement dated 24 March 2011 between Hemlock Semiconductor Pte. Ltd. (the “Supplier”) and Wealthy Rise (the “Supply Agreement”). Wealthy Rise is currently seeking legal advice on the Action.

Reference is made to the consolidated financial statements of the Company for the four financial years ended 31 December 2014, 2015, 2016 and 2017. The Group has previously recognised appropriate provision in the previous consolidated financial statements. Therefore, based on the legal opinions of our legal advisers and the information currently available to the Group, the Directors believe that no further recognition of significant provision loss in the current financial statement is needed and the Board considers that the Action will not bring a material impact to the Company and the Group as a whole.

The Board confirms that as of the date of this announcement, the business, operations and financial position of the Group have not been affected by the Action and the Group's