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## **SOLARTECH INTERNATIONAL HOLDINGS LIMITED**

**星凱控股有限公司\***

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 1166)**

### **INSIDE INFORMATION – UPDATE ON RECENT DEVELOPMENT OF BUSINESS OF PICO ZEMAN SECURITIES (HK) LIMITED**

This announcement is made by Solartech International Holdings Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance.

Reference is made to the announcement of the Company dated 12 March 2019 (the “**Announcement**”) in relation to the suspension of business of Pico Zeman Securities (HK) Limited, an indirect non-wholly-owned subsidiary of the Company. Unless defined otherwise, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

The Board wishes to inform the Shareholders that Pico Zeman has decided to cease its operation and voluntarily surrender the licences issued under the SFO to carry out Type 1 (dealing in securities), Type 4 (advising on securities) and Type 9 (asset management) regulated activities with effective from 3 June 2019. Since Pico Zeman voluntarily suspended its business on 12 March 2019 in compliance with the SFO, the Company had been in negotiations with potential investors in relation to the possible investment in Pico Zeman in order to raise capital and meet the liquid capital requirement under the SFO and other relevant regulations. However, due to the outbreak of trade war between China and the U.S., the Company and the investors were unable to reach any agreements in relation to any potential investment.

\* *For identification purposes only*

Due to fierce competition in the industry with competitors lowering their brokerage fees, Pico Zeman encountered the reduction of revenue and incurred losses as well as diminishing liquid capital during the two financial periods ended 30 June 2018. In accordance with the Company's interim report 2018/2019, the turnover of Pico Zeman for six months ended 31 December 2018 was approximately HK\$1,604,000 (unaudited), representing a significant decrease of 69.4% as compared to approximately HK\$5,235,000 for the same period of 2017.

Following the outbreak of trade war between China and the U.S., the Directors anticipated that the Hong Kong stock market may continue to fluctuate and investors are expected to be more cautious about their investments. As such, after careful consideration of business development of Pico Zeman in the foreseeable future, the Directors are of the view that the probability of turnaround of Pico Zeman is remote and the cessation of operation of Pico Zeman is in the best interest of the Group and the Shareholders as a whole.

Based on the information currently available to the Board, the Board believes that the cease of the business of Pico Zeman will not have any material effect on the overall operations of the Group.

**Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.**

By Order of the Board  
**Solartech International Holdings Limited**  
**Chau Lai Him**  
*Chairman and Managing Director*

Hong Kong, 10 June 2019

*As at the date of this announcement, the Board comprises Mr. Chau Lai Him, Mr. Zhou Jin Hua, Mr. Liu Dong Yang and Mr. Chau Chi Ho as executive Directors; Mr. Chung Kam Kwong, Mr. Lo Wai Ming and Mr. Lo Chao Ming as independent non-executive Directors.*