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SYNERTONE

協同通信集團有限公司

Synertone Communication Corporation

(incorporated in the Cayman Islands with limited liability)

(Stock code: 1613)

**RESULTS OF THE RIGHTS ISSUE OF
1,674,400,000 RIGHTS SHARES
AT HK\$0.125 PER RIGHTS SHARE
ON THE BASIS OF ONE RIGHTS SHARE
FOR EVERY ONE SHARE HELD ON RECORD DATE
AND
ADJUSTMENTS IN RELATION TO THE
OUTSTANDING SHARE OPTIONS AND WARRANTS**

RESULTS OF THE RIGHTS ISSUE

The Board is pleased to announce that as at 4:00 p.m. on Thursday, 21 April 2016, being the latest time for acceptance of and payment for Rights Shares, 21 valid acceptances of provisional allotments in respect of 971,689,704 Shares had been received (among which 246,000,000 Rights Shares were subscribed by Excel Time being its entitlement as a Shareholder), representing approximately 58.03% of the total number of 1,674,400,000 Rights Shares available for subscription under the Rights Issue. All conditions of the Rights Issue have been fully satisfied and the Rights Issue became unconditional at 5:00 p.m. on Wednesday, 27 April 2016.

Share certificates for all fully-paid Rights Shares are expected to be posted on or before Friday, 29 April 2016 to those Qualifying Shareholders who have accepted and paid for the Rights Shares, by ordinary post at their own risk.

Dealings in the fully-paid Rights Shares will commence at 9:00 a.m. on Tuesday, 3 May 2016.

ADJUSTMENTS IN RELATION TO THE OUTSTANDING SHARE OPTIONS AND WARRANTS

As a result of the completion of the Rights Issue, adjustments shall be made to the exercise price of the outstanding Share Options, the subscription price of the Warrants and the number of Shares to be allotted and issued upon full exercise of the subscription rights attached to the outstanding Share Options and the Warrants.

Reference is made to the prospectus (the “**Prospectus**”) of Synertone Communication Corporation (the “**Company**”) dated 7 April 2016 in relation to the Rights Issue. Unless otherwise defined in this announcement, capitalised terms used herein shall have the same meanings as those defined in the Prospectus.

RESULTS OF THE RIGHTS ISSUE

The Board is pleased to announce that as at 4:00 p.m. on Thursday, 21 April 2016, being the latest time for acceptance of and payment for Rights Shares, 21 valid acceptances of provisional allotments in respect of 971,689,704 Rights Shares had been received (among which 246,000,000 Rights Shares were subscribed by Excel Time being its entitlement as a Shareholder), representing approximately 58.03% of the total number of 1,674,400,000 Rights Shares available for subscription under the Rights Issue. All conditions of the Rights Issue have been fully satisfied and the Rights Issue became unconditional at 5:00 p.m. on Wednesday, 27 April 2016.

Underwriting arrangements

Based on the above results, the Rights Issue was under-subscribed by 702,710,296 Rights Shares. In accordance with the terms of the Underwriting Agreement, the Underwriter has subscribed and procured subscription for all the 702,710,296 untaken Rights Shares.

Despatch of share certificates

Share certificates for all fully-paid Rights Shares are expected to be posted on or before Friday, 29 April 2016 to those Qualifying Shareholders who have accepted and paid for the Rights Shares, by ordinary post at their own risk.

Commencement of dealings in Rights Shares

Dealings in the fully-paid Rights Shares will commence at 9:00 a.m. on Tuesday, 3 May 2016.

SHAREHOLDING STRUCTURE OF THE COMPANY

To the best of the Directors' knowledge, information and belief after having made all reasonable enquiries, the shareholding structure of the Company immediately before and after completion of the Rights Issue is as follows:

	Immediately before completion of the Rights Issue		Immediately after completion of the Rights Issue	
	Number of Shares	Approximate %	Number of Shares	Approximate %
Excel Time and parties acting in concert with it (<i>Note</i>)	246,000,000	14.69	1,194,710,296	35.68
Other public Shareholders	<u>1,428,400,000</u>	<u>85.31</u>	<u>2,154,089,704</u>	<u>64.32</u>
Total	<u>1,674,400,000</u>	<u>100.00</u>	<u>3,348,800,000</u>	<u>100.00</u>

Note: The entire issued share capital of Excel Time is owned by Mr. Wong Chit On, the Chairman of the Board and an executive Director. Mr. Wong Chit On also holds 1,456,604 Share Options (after adjustment mentioned in the sub-section headed "Adjustments in relation to the outstanding Share Options" below), of which 485,534 Share Options have been vested.

ADJUSTMENTS IN RELATION TO THE OUTSTANDING SHARE OPTIONS AND WARRANTS

(i) Adjustments in relation to the outstanding Share Options

Pursuant to the terms of the share option scheme of the Company adopted on 22 March 2012, the exercise price of the Share Options and the number of Shares to be allotted and issued upon exercise in full of the subscription rights attached to the outstanding Share Options shall be adjusted, with effect from 28 April 2016, in the following manner as a result of the completion of the Rights Issues:

Date of issue	Immediately before the completion of the Rights Issue		Immediately after the completion of the Rights Issue	
	Exercise price per Share (HK\$)	Number of Shares to be allotted and issued upon full exercise of the subscription rights attached to the outstanding Share Options	Exercise price per Share (HK\$)	Number of Shares to be allotted and issued upon full exercise of the subscription rights attached to the outstanding Share Options
24 December 2013	<u>2.5</u>	<u>68,480,000</u>	<u>2.06</u>	<u>83,123,522</u>

(ii) Adjustments in relation to the Warrants

Pursuant to the terms of the Warrants, the subscription price of the Warrants and the number of Shares to be allotted and issued upon full exercise of the subscription rights attached to the Warrants shall be adjusted, with effect from the close of business in Hong Kong on 27 April 2016, in the following manner as a result of the completion of the Rights Issue:

Date of issue	Immediately before the completion of the Rights Issue		Immediately after the completion of the Rights Issue	
	Subscription price per Share (HK\$)	Number of Shares to be allotted and issued upon full exercise of the subscription rights attached to the Warrants	Subscription price per Share (HK\$)	Number of Shares to be allotted and issued upon full exercise of the subscription rights attached to the Warrants
22 September 2014	<u>2.95</u>	<u>132,000,000</u>	<u>1.98</u>	<u>196,666,667</u>

The above adjustments in relation to the Share Options and the Warrants have been reviewed and confirmed in writing by Goldin Financial Limited.

By order of the Board
Synertone Communication Corporation
Wong Chit On
Chairman and Executive Director

Hong Kong, 28 April 2016

As at the date of this announcement, the executive Directors are Mr. Wong Chit On and Mr. Han Weining; and the independent non-executive Directors are Mr. Lam Ying Hung Andy, Mr. Hu Yunlin and Mr. Wang Chen.