



## **SINOTRONICS HOLDINGS LIMITED**

**華翔微電子控股有限公司\***

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1195)**

### **GENERAL DISCLOSURE ANNOUNCEMENT TERMINATION OF INTEREST RATE SWAP AGREEMENT**

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

The Board wishes to inform the shareholders of the Company and potential investors that the SWAPS entered into by the Company with DB will be terminated on 12 November 2008 as a result of the Notice of Early Termination served by DB.

Save as disclosed above, the Company has no other derivative financial instrument outstanding as at the date of this announcement.

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

Reference is made to the announcement of the Company dated 12 December 2007 in which the Company announced the details of SWAP 1 and SWAP 2.

On 6 November 2008, DB, through their solicitors, sent a letter to the Company requesting the Company to pay US\$1,567,275 under SWAP 2 by 7 November 2008. The Company did not pay the same.

On 10 November 2008, DB served the Notice of Early Termination on the Company, pursuant to which the SWAPS will be terminated on 12 November 2008 and the amount alleged to be payable by the Company to DB is to be determined.

After termination of the SWAPS, the Company does not have any derivative financial instruments outstanding as at the date of this announcement.

\* *for identification purpose only*

## DEFINITION

In this announcement, the following expressions have the following meanings, unless the context otherwise requires:

“Board”	the board of directors of the Company;
“Company”	Sinotronics Holdings Limited;
“DB”	Deutsche Bank AG;
“HK\$”	the lawful currency of Hong Kong Special Administrative Region;
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited;
“Notice of Early Termination”	a notice of early termination served by DB to the Company dated 10 November 2008 in respect of the early termination of the SWAPS;
“SWAP 1”	the structured interest rate swap transaction of notional amount of HK\$390,000,000 entered into by the Company with DB on 8 February 2007;
“SWAP 2”	the structured interest rate swap transaction of notional amount of US\$100,000,000 entered into by the Company with DB on 11 April 2007;
“SWAPS”	SWAP 1 and SWAP 2; and
“US\$”	US dollars, the lawful currency of the United States of America.

By Order of the Board  
**Sinotronics Holdings Limited**  
**Lin Wan Xin**  
*Chairman*

Hong Kong, 11 November 2008

*As at the date of this announcement, the Board comprises Mr. Lin Wan Xin, Mr. Xiang Song, Mr. Lin Wan Qaing, Mr. Liu Zhao Cai and Mr. Hu Zhao Rui as executive directors, and Mr. Pan Chang Chi, Mr. Cai Xun Shan and Mr. Cheung Chuen as independent non-executive directors.*