

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Hong Kong Aerospace Technology Group Limited

香港航天科技集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1725)

BUSINESS UPDATE IN RELATION TO THE ENTERING INTO OF THE SATELLITE MANUFACTURING AND AIT AGREEMENT

The purpose of this announcement is to keep the shareholders and potential investors of Hong Kong Aerospace Technology Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) informed of the latest business development of the Group.

THE AGREEMENT

The board (the “**Board**”) of directors (“**Director(s)**”) of the Company is pleased to announce that, on 3 August 2022, Gang Hang Ke (Shenzhen) Space Technology Co., Ltd.[#] (“**SZ Gang Hang Ke**”, transliteration of 港航科(深圳)空間技術有限公司), an indirect wholly-owned subsidiary of the Company, and Hunan Saide Leite Space Technology Co., Ltd.[#] (“**Saide Leite**”, transliteration of 湖南賽德雷特空間科技有限公司) entered into the satellite manufacturing and assembly, integration and testing (“**AIT**”) agreement (the “**Agreement**”), pursuant to which Saide Leite agreed to engage SZ Gang Hang Ke to carry out manufacturing and AIT project for 3 optical satellites.

Subject Matter

The Agreement shall be effective from the date of signing to the end of the project.

Pursuant to the Agreement, SZ Gang Hang Ke shall be responsible for, among other things, formulating relevant plans in accordance with the manufacturing and production requirements, carrying out comprehensive and effective quality management and control over the manufacturing, production and testing process, and ensuring that the three optical satellites and their relevant technical information will be delivered after the completion of AIT services on or before 30 June 2023.

About Saide Leite

Saide Leite is a private company established in Mainland China with limited liability and is principally engaged in engineering and technology research, testing and development, technology development, technology consulting, technology sharing, technology transfer, technological marketing and manufacturing of satellite-based mobile communication terminals, etc.

REASONS FOR AND BENEFITS OF THE COOPERATION

The Company is an investment holding company. The Group is principally engaged in (1) electronics manufacturing services business; and (2) aerospace business (the “**Aerospace Business**”), which includes (a) satellite manufacturing; (b) satellite measurement and controlling; and (c) satellite launching.

The Directors are of the view that this cooperation may serve as a linking bridge connecting the two regions, through which the Company may leverage the technological strengths of Saide Leite and the manufacturing strengths of the Group and promote cooperation between both parties to jointly expand their commercial aerospace business. In addition, a partnership between the Company and Saide Leite could be established, so as to foster close collaboration between both parties in relation to projects under the Aerospace Business of the Group, and hence further enhance their respective influence within the industry.

As such, the Directors are of the view that the terms and conditions of the Agreement are fair and reasonable, and the cooperation is in the interests of the Company and its shareholders as a whole.

By order of the Board
Hong Kong Aerospace Technology Group Limited
Sun Fengquan
Co-Chairman and Chief Executive Officer

Hong Kong, 3 August 2022

[#] *The English translation of Chinese names or words in this announcement, where indicated, is included for information purpose only, and should not be regarded as the official English translation of such Chinese names and words*

As at the date of this announcement, the Board comprises Mr. Sun Fengquan (Co-Chairman and Chief Executive Officer), Dr. Lam Lee G. (Co-Chairman), Mr. Lam Kin Fung Jeffrey, Ms. Ku Ka Lee Clarie (Vice Chairman) and Mr. Ma Fujun as executive Directors; Mr. Niu Aimin and Dr. Yip Chung Yin as non-executive Directors; and Dr. Mazlan Binti Othman, Mr. Brooke Charles Nicholas, Professor Chan Ka Keung, Ceajer, Mr. Hung Ka Hai Clement and Dr. Yuen Kwok Keung as independent non-executive Directors.