

## Historical Information

Provided by: HIWIN TECHNOLOGIES CORP.

SEQ\_NO 1 Date of announcement 2016/11/25 Time of announcement 16:24:58

Subject The Company received the payment and overdue penalty from The Tianjin Higher People's Court for the lawsuit filed against Tianjin Ace Pillar Co., Ltd.

Date of events 2016/11/25 To which item it meets paragraph 2

Statement

1. Parties to the legal matter:  
Hiwin Technologies Corp.  
Tianjin Ace Pillar Enterprise Co., Ltd.(Tianjin Ace Pillar)
2. Name of the court or disposing agency:  
Tianjin Higher People's Court
3. Reference/case numbers of relevant documents:  
None
4. Date of occurrence of the event: 2016/11/25
5. Background and circumstances of the matter (including the property/subject matter under dispute):  
The company won the lawsuit filed against Tianjin Ace Pillar for the obligatory claim in civil litigation action by The Tianjin Higher People's court and The Beijing Supreme People's Court. The result of the judgment is that Tianjin Ace Pillar shall pay not only the obligatory claim of USD 7.596 million dollars, but also the delayed interest(1.5 times the interest rate of The People's Bank of China)
6. Course and progression of handling of the matter:
  - 6.1 After the final judgment, Tianjin Ace Pillar has only paid USD 490,000 to the Company. The Company filed an enforcement application with Tianjin Higher People's Court in September 2016.
  - 6.2 The Tianjin Higher People's Court enforced the execution of the bank deposit of RMB 55 million transferred to Court's account from Tianjin Ace Pillar on November 9th, 2016.
  - 6.3 Today, the Company received the remittance of RMB 55.8 million from the Tianjin Higher People's Court. The Company has recovered all accounts receivable from Tianjin Ace Pillar and recognized NT\$ 65.88 million as other income to date.
  - 6.4 There is still some overdue penalty in this case to be determined and executed by The Tianjin Higher People's Court, which will be recognized as other income depending on the actual recollected amount.
7. Effect on company finances and business and estimated monetary amount of the effect:  
The Company has recovered all accounts receivable from Tianjin Ace Pillar and recognized NT\$ 65.88 million as other income. There is still some overdue penalty to be determined and executed by The Tianjin Higher People's Court, which will be recognized as other income depending on the actual recollected amount.
8. Countermeasures and status of amelioration: None.
9. Any other matters that need to be specified: None.