

## ANNOUNCEMENT OF OFFER PRICE AND ALLOTMENT RESULTS

### SUMMARY

- The Offer Price has been determined at HK\$2.28 per Offer Share (exclusive of brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%).
- Based on the Offer Price of HK\$2.28 per Offer Share, the net proceeds from the Global Offering to be received by the Company (after deducting the underwriting fees and commission and estimated expenses payable by the Company in connection with the Global Offering), are estimated to be approximately HK\$294.2 million.
- The Offer Shares initially offered under the Hong Kong Public Offering have been very significantly over-subscribed. At the close of the application lists at 12:00 noon on Tuesday, 19 May 2015, a total of 24,425 valid applications including application on **white** and **yellow** Application Forms and through giving **electronic application instructions** to HKSCC via CCASS and to the **HK eIPO White Form** Service Provider under the **HK eIPO White Form** service, for a total of 2,428,026,000 Hong Kong Offer Shares have been received, equivalent to approximately 162 times of the total number of 15,000,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offering.
- The Offer Shares initially offered under the International Public Offering have been significantly over-subscribed. The Sole Global Coordinator has exercised its rights under the Hong Kong Underwriting Agreement and the International Underwriting Agreement to reallocate 60,000,000 Offer Shares initially offered under the International Offering to satisfy excess demand under the Hong Kong Public Offering. As a result of such reallocation, 75,000,000 and 75,000,000 Offer Shares are made available for the Hong Kong Public Offering and the International Offering respectively, representing 50% and 50% of the total number of the Offer Shares available under the Global Offering respectively.
- The results of allocations under the Hong Kong Public Offering, including the Hong Kong identity card numbers, passport numbers or Hong Kong business registration numbers of successful applicants (where supplied) and the number of Hong Kong Offer Shares successfully applied for will be made available at the times and dates and in the manner specified below:

- in the announcement to be posted on the Company’s website at [www.dgtechnology.com](http://www.dgtechnology.com) and the Stock Exchange’s website at [www.hkexnews.hk](http://www.hkexnews.hk) by no later than Tuesday, 26 May 2015;
  - from the designated results of allocations website at [www.tricor.com.hk/ipo/result](http://www.tricor.com.hk/ipo/result) with a “search by ID” function on a 24-hour basis from 8:00 a.m. on Tuesday, 26 May 2015 to 12:00 midnight on Monday, 1 June 2015;
  - by telephone enquiry line by calling 3691 8488 between 9:00 a.m. and 6:00 p.m. from Tuesday, 26 May 2015 to Friday, 29 May 2015; and
  - in the special allocation results booklets which will be available for inspection during opening hours from Tuesday, 26 May 2015 to Thursday, 28 May 2015 at all the receiving bank branches and sub-branches set out in the paragraph headed “Results of Allocations” below in this announcement.
- Applicants who have applied for 1,000,000 or more Hong Kong Offer Shares on **white** Application Forms and have provided all information required by their Application Form and applicants who have applied for 1,000,000 or more Hong Kong Offer Shares through the **HK eIPO White Form** service, and whose applications are wholly or partially successful, may collect their share certificate(s) (where applicable) from the Hong Kong Share Registrar, Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen’s Road East, Hong Kong from 9:00 a.m. to 1:00 p.m. on Tuesday, 26 May 2015 or such other date as notified by us in the newspapers.
  - Share certificates for Hong Kong Offer Shares allotted to applicants using **white** Application Forms or the **HK eIPO White Form** which have applied for less than 1,000,000 Hong Kong Offer Shares, or which are either not available for personal collection or which are available but are not collected in person, are expected to be despatched to those entitled to the address specified in the relevant **white** Application Form or in the relevant application instructions through the **HK eIPO White Form** service by ordinary post at their own risks on or before Tuesday, 26 May 2015.
  - Wholly or partially successful applicants using **yellow** Application Forms and those who applied by giving **electronic application instructions** to HKSCC will have their share certificate(s) issued in the name of HKSCC Nominees and deposited into CCASS for credit to their CCASS Investor Participant stock accounts or their designated CCASS Participant’s stock account as instructed by the applicant in **yellow** Application Form or electronically (as the case may be), on Tuesday, 26 May 2015 or upon contingency, on any other date determined by HKSCC or HKSCC Nominees.

- Applicants applying through a designated CCASS Participant (other than a CCASS Investor Participant) using **yellow** Application Forms and by giving **electronic application instructions** to HKSCC via CCASS should check the number of Hong Kong Offer Shares allocated to them and the amount of refund monies (if any) payable (if they applied by giving **electronic application instructions** to HKSCC via CCASS) with that CCASS Participant.
- For applicants who have applied by giving **electronic application instructions** to HKSCC to apply on their behalf, all refunds are expected to be credited to their designated bank accounts (if the applicants have applied as a CCASS Investor Participant) or the designated bank account of their broker or custodian on Tuesday, 26 May 2015.
- Applicants using **white** or **yellow** Application Forms who have applied for 1,000,000 Hong Kong Offer Shares or more and have provided all information required by their **white** or **yellow** Application Forms, may collect their refund cheque(s) (where applicable) from Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen’s Road East, Hong Kong from 9:00 a.m. to 1:00 p.m. on Tuesday, 26 May 2015 or such other date as notified by us in the newspapers.
- Refund cheques for wholly or partially successful or unsuccessful applicants using **white** or **yellow** Application Forms which are either not available for personal collection or which are available but are not collected in person, are expected to be despatched by ordinary post to those entitled at their own risks on or before Tuesday, 26 May 2015.
- Applicants who have applied through the **HK eIPO White Form** service and paid the application monies from a single bank account, refund monies (if any) will be despatched to their application payment bank account in the form of e-Auto Refund payment instructions. Applicants who have applied through **HK eIPO White Form** service and paid the application monies from multiple bank accounts, refund monies (if any) will be despatched to the address as specified on the **HK eIPO White Form** application instructions in the form of refund cheque(s) by ordinary post and at their own risks, on or before Tuesday, 26 May 2015.
- Share certificates for the Offer Shares will only become valid certificates of title at 8:00 a.m. on Wednesday, 27 May 2015, provided that the Global Offering has become unconditional and the right of termination described in the section headed “Underwriting – Grounds for termination by the Hong Kong Underwriters” in the Prospectus has not been exercised.

- The Company will not issue any temporary documents of title in respect of the Shares or any receipts for sums paid on application for the Offer Shares.
- The Directors confirm that no Offer Shares have been allocated to investors who are: (i) Directors or existing beneficial owners of Shares and/or any of the Company's subsidiaries; or (ii) core connected persons of the Company; or (iii) the close associates of (i) and/or (ii) whether in their own names or through nominees.
- 5,100,000 Shares, representing approximately 3.4% of the Company's total Offer Share (before the exercise of the Over-allotment Option), were placed to Quam Funds (SPC) Limited ("**Quam Funds**"), a connected client of Quam Securities Company Limited (a Joint Lead Manager and an Underwriter) within the meaning of the placing guidelines for equity securities as set out in Appendix 6 to the Listing Rules (the "**Placing Guidelines**"). We have applied to the Hong Kong Stock Exchange for, and the Hong Kong Stock Exchange has granted us, a waiver from strict compliance with Paragraph 5(1) of the placing guidelines for equity securities as set out in Appendix 6 to the Listing Rules to permit the proposed placing of shares to Quam Funds. Save as disclosed above, none of the Sole Sponsor, Underwriters and their respective affiliated companies and connected clients (as set out in Appendix 6 to the Listing Rules) has taken up any Shares for its own benefit under the International Offering.
- Assuming that the Global Offering becomes unconditional in all aspects at or before 8:00 a.m. on Wednesday, 27 May 2015, dealings in the Shares on the Stock Exchange are expected to commence at 9:00 a.m. on Wednesday, 27 May 2015. The Shares will be traded in board lots of 2,000 Shares. The stock code of the Shares is 1301.

## **OFFER PRICE**

The Offer Price has been determined at HK\$2.28 per Offer Share (exclusive of brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%).

## **NET PROCEEDS FROM THE GLOBAL OFFERING**

Based on the Offer Price of HK\$2.28 per Offer Share, the net proceeds from the issue of new Shares, after deduction of underwriting fees and commissions and estimated expenses payable by the Company in connection with the Global Offering, are estimated to be approximately HK\$294.2 million. The Company intends to apply the net proceeds for the following purposes:

- approximately 50% or HK\$147.1 million (equivalent to approximately RMB116.1 million) will be used to finance the expansion of manufacturing facilities to increase production capacity to over 80 units of asphalt mixing plants per year, of which:
  - approximately 15% or HK\$44.2 million (equivalent to approximately RMB34.9 million) will be used for the acquisition of land;
  - approximately 25% or HK\$73.5 million (equivalent to approximately RMB58.0 million) will be used to finance the development and construction of the manufacturing facilities; and
  - approximately 10% or HK\$29.4 million (equivalent to approximately RMB23.2 million) will be used for the purchase of equipment for the manufacturing facilities;
- approximately 20% or HK\$58.9 million (equivalent to approximately RMB46.4 million) will be used to fund research and development activities, including the upgrades on computer software and hardware and investment in research and development projects;
- approximately 10% or HK\$29.4 million (equivalent to approximately RMB23.2 million) will be used to finance the development of the Company's new businesses, including the manufacture of components of asphalt mixing plants and asphalt mixtures for sale;
- approximately 10% or HK\$29.4 million (equivalent to approximately RMB23.2 million) will be used to fund (i) the expansion of sales and distribution networks, including increasing the head counts of sales personnel and setting up overseas service centres; and (ii) promotional activities;
- approximately 10% or HK\$29.4 million (equivalent to approximately RMB23.2 million) will be used for working capital and other general corporate purposes.

For further details please refer to the sections headed "Future plans and use of proceeds – Proposed use of net proceeds from the issue of shares" and "Business – Business Strategies" in the Prospectus.

## APPLICATIONS AND INDICATIONS OF INTEREST RECEIVED

The Company announces that the Offer Shares initially offered under the Hong Kong Public Offering have been very significantly over-subscribed. At the close of the application lists at 12:00 noon on Tuesday, 19 May 2015, a total of 24,425 valid applications including application on **white** and **yellow** Application Forms and through giving **electronic application instructions** to HKSCC via CCASS and to the **HK eIPO White Form** Service Provider under the **HK eIPO White Form** service, for a total of 2,428,026,000 Hong Kong Offer Shares have been received, equivalent to approximately 162 times of the total number of 15,000,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offering.

Of the 24,425 valid applications:

- a total of 24,242 valid applications for a total of 1,480,026,000 Hong Kong Offer Shares were for the Hong Kong Public Offering with an aggregate subscription amount based on the maximum Offer Price of HK\$2.40 (excluding brokerage, SFC transaction levy and Stock Exchange trading fee payable) of HK\$5 million or less, representing approximately 197 times of the total number of 7,500,000 Hong Kong Offer Shares initially available for allocation in pool A; and
- a total of 183 valid applications for a total of 948,000,000 Hong Kong Offer Shares were for the Hong Kong Public Offering with an aggregate subscription amount based on the maximum Offer Price of HK\$2.40 (excluding brokerage, SFC transaction levy and Stock Exchange trading fee payable) of more than HK\$5 million, representing approximately 126 times of the total number of 7,500,000 Hong Kong Offer Shares initially available for allocation in pool B.

7 applications have been rejected due to dishonoured cheques. 44 multiple or suspected multiple applications have been identified and rejected. No invalid application has been identified. No application for more than 50% of the Hong Kong Offer Shares initially available under the Hong Kong Public Offering (that is, more than 7,500,000 Hong Kong Offer Shares) has been identified.

## INTERNATIONAL OFFERING

The Offer Shares initially offered under the International Public Offering have been significantly over-subscribed. The Sole Global Coordinator has exercised its rights under the Hong Kong Underwriting Agreement and the International Underwriting Agreement to reallocate 60,000,000 Offer Shares initially offered under the International Offering to satisfy excess demand under the Hong Kong Public Offering. As a result of such reallocation, 75,000,000 and 75,000,000 Offer Shares are made available for the Hong Kong Public Offering and the International Offering respectively, representing 50% and 50% of the total number of the Offer Shares available under the Global Offering respectively.

## OVER-ALLOTMENT OPTION

In connection with the Share Offer, the Company has granted the Over-allotment Option to the Sole Global Coordinator on behalf of the International Underwriters, exercisable at any time from the Listing Date until the 30<sup>th</sup> day after the last day for lodging of applications under the Hong Kong Public Offering, to require us to issue up to an aggregate of 22,500,000 additional Shares, representing 15% of the initial Offer Shares, at the Offer Price, to cover over-allocations in the International Offering, if any. As at the date of this announcement, the Over-allotment Option has not been exercised.

The Directors confirm that no Offer Shares have been allocated to investors who are: (i) Directors or existing beneficial owners of Shares and/or any of the Company's subsidiaries; or (ii) core connected persons of the Company; or (iii) the close associates of (i) and/or (ii) whether in their own names or through nominees.

5,100,000 Shares, representing approximately 3.4% of the Company's total Offer Share (before the exercise of the Over-allotment Option), were placed to Quam Funds (SPC) Limited ("**Quam Funds**"), a connected client of Quam Securities Company Limited (a Joint Lead Manager and an Underwriter) within the meaning of the placing guidelines for equity securities as set out in Appendix 6 to the Listing Rules (the "**Placing Guidelines**"). We have applied to the Hong Kong Stock Exchange for, and the Hong Kong Stock Exchange has granted us, a waiver from strict compliance with Paragraph 5(1) of the placing guidelines for equity securities as set out in Appendix 6 to the Listing Rules to permit the proposed placing of shares to Quam Funds.

Save as disclosed above, none of the Sole Sponsor, Underwriters and their respective affiliated companies and connected clients (as set out in Appendix 6 to the Listing Rules) has taken up any Shares for its own benefit under the International Offering. The Directors confirm that the International Offering is in compliance with the Placing Guidelines and no investor will, individually, be allocated more than 10% of the enlarged issued share capital of the Company immediately after the Global Offering. As such, the Directors confirm that none of the investors under the International Offering will become a substantial shareholder of the Company after the International Offering within the meaning of the Listing Rules, and the Company's public float percentage will satisfy the minimum percentage prescribed by Rule 8.08 of the Listing Rules after the International Offering.



## BASIS OF ALLOTMENT UNDER THE HONG KONG PUBLIC OFFERING

Subject to the satisfaction of the conditions set out in the section headed “Structure of the Global Offering – Conditions of the Hong Kong Public Offering” in the Prospectus, valid applications made by the public on **white** and **yellow** Application Forms and by **electronic application instructions** given to HKSCC via CCASS or to the **HK eIPO White Form** Service Provider under the **HK eIPO White Form** service will be conditionally allocated on the basis set out below:

Number of Shares applied for	Number of valid applications	Basis of allotment/ballot	Approximate percentage allotted of the total number of Shares applied for
<b>Pool A</b>			
2,000	6,572	1,643 out of 6,572 applicants to receive 2,000 Shares	25.00%
4,000	2,531	884 out of 2,531 applicants to receive 2,000 Shares	17.46%
6,000	3,777	1,586 out of 3,777 applicants to receive 2,000 Shares	14.00%
8,000	802	385 out of 802 applicants to receive 2,000 Shares	12.00%
10,000	1,687	844 out of 1,687 applicants to receive 2,000 Shares	10.01%
12,000	428	232 out of 428 applicants to receive 2,000 Shares	9.03%
14,000	159	90 out of 159 applicants to receive 2,000 Shares	8.09%
16,000	261	151 out of 261 applicants to receive 2,000 Shares	7.23%
18,000	154	91 out of 154 applicants to receive 2,000 Shares	6.57%
20,000	1,420	852 out of 1,420 applicants to receive 2,000 Shares	6.00%
30,000	442	332 out of 442 applicants to receive 2,000 Shares	5.01%
40,000	421	388 out of 421 applicants to receive 2,000 Shares	4.61%
50,000	1,059	2,000 Shares plus 80 out of 1,059 applicants to receive an additional 2,000 Shares	4.30%
60,000	458	2,000 Shares plus 44 out of 458 applicants to receive an additional 2,000 Shares	3.65%
70,000	131	2,000 Shares plus 16 out of 131 applicants to receive an additional 2,000 Shares	3.21%
80,000	223	2,000 Shares plus 36 out of 223 applicants to receive an additional 2,000 Shares	2.90%
90,000	134	2,000 Shares plus 25 out of 134 applicants to receive an additional 2,000 Shares	2.64%
100,000	961	2,000 Shares plus 241 out of 961 applicants to receive an additional 2,000 Shares	2.50%
150,000	488	2,000 Shares plus 391 out of 488 applicants to receive an additional 2,000 Shares	2.40%
200,000	681	4,000 Shares plus 137 out of 681 applicants to receive an additional 2,000 Shares	2.20%
250,000	135	4,000 Shares plus 68 out of 135 applicants to receive an additional 2,000 Shares	2.00%
300,000	244	4,000 Shares plus 208 out of 244 applicants to receive an additional 2,000 Shares	1.90%
350,000	41	6,000 Shares plus 7 out of 41 applicants to receive an additional 2,000 Shares	1.81%



<b>Number of Shares applied for</b>	<b>Number of valid applications</b>	<b>Basis of allotment/ballot</b>	<b>Approximate percentage allotted of the total number of Shares applied for</b>
400,000	195	6,000 Shares plus 78 out of 195 applicants to receive an additional 2,000 Shares	1.70%
450,000	92	6,000 Shares plus 56 out of 92 applicants to receive an additional 2,000 Shares	1.60%
500,000	239	6,000 Shares plus 150 out of 239 applicants to receive an additional 2,000 Shares	1.45%
550,000	16	6,000 Shares plus 11 out of 16 applicants to receive an additional 2,000 Shares	1.34%
600,000	55	6,000 Shares plus 40 out of 55 applicants to receive an additional 2,000 Shares	1.24%
650,000	15	6,000 Shares plus 12 out of 15 applicants to receive an additional 2,000 Shares	1.17%
700,000	17	6,000 Shares plus 15 out of 17 applicants to receive an additional 2,000 Shares	1.11%
750,000	9	8,000 Shares	1.07%
800,000	44	8,000 Shares plus 2 out of 44 applicants to receive an additional 2,000 Shares	1.01%
850,000	37	8,000 Shares plus 2 out of 37 applicants to receive an additional 2,000 Shares	0.95%
900,000	16	8,000 Shares plus 1 out of 16 applicants to receive an additional 2,000 Shares	0.90%
950,000	9	8,000 Shares plus 1 out of 9 applicants to receive an additional 2,000 Shares	0.87%
1,000,000	185	8,000 Shares plus 35 out of 185 applicants to receive an additional 2,000 Shares	0.84%
2,000,000	104	16,000 Shares	0.80%
<b>TOTAL:</b>	<b><u>24,242</u></b>		

<b>Number of Shares applied for</b>	<b>Number of valid applications</b>	<b>Basis of allotment/ballot</b>	<b>Approximate percentage allotted of the total number of Shares applied for</b>
<b>Pool B</b>			
3,000,000	76	180,000 Shares	6.00%
4,000,000	14	210,000 Shares plus 11 out of 14 applicants to receive an additional 2,000 Shares	5.29%
5,000,000	11	220,000 Shares	4.40%
6,000,000	4	222,000 Shares	3.70%
7,500,000	78	224,000 Shares plus 39 out of 78 applicants to receive an additional 2,000 Shares	3.00%
<b>TOTAL:</b>	<b><u>183</u></b>		

The final number of Hong Kong Offer Shares is 75,000,000 Offer Shares, representing 50% of the total number of the Offer Shares initially available under the Global Offering.

The final number of International Offering Shares is 75,000,000 Offer Shares, representing 50% of the total number of the Offer Shares initially available under the Global Offering.

## **RESULTS OF ALLOCATIONS**

The results of allocations under the Hong Kong Public Offering, including the Hong Kong identity card numbers, passport numbers or Hong Kong business registration numbers of successful applicants (where supplied) and the number of Hong Kong Offer Shares successfully applied for, will be made available at the times and dates and in the manner specified below:

- in the announcement to be posted on the Company's website at [www.dgtechnology.com](http://www.dgtechnology.com) and the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk) by no later than Tuesday, 26 May 2015;
- from the designated results of allocations website at [www.tricor.com.hk/ipo/result](http://www.tricor.com.hk/ipo/result) with a "search by ID" function on a 24-hour basis from 8:00 a.m. on Tuesday, 26 May 2015 to 12:00 midnight on Monday, 1 June 2015;
- by telephone enquiry line by calling 3691 8488 between 9:00 a.m. and 6:00 p.m. from Tuesday, 26 May 2015 to Friday, 29 May 2015; and
- in the special allocation results booklets which will be available for inspection during opening hours from Tuesday, 26 May 2015 to Thursday, 28 May 2015 at all the receiving bank branches and sub-branches at the addresses set out below:

## **Standard Chartered Bank (Hong Kong) Limited**

	<b>Branch Name</b>	<b>Address</b>
<b>Hong Kong Island</b>	88 Des Voeux Road Branch	88 Des Voeux Road Central, Central
	North Point Centre Branch	Shop G, G/F, North Point Centre, 284 King's Road, North Point
<b>Kowloon</b>	Tsimshatsui Branch	G/F, 8A-10 Granville Road, Tsimshatsui
	Mongkok Branch	Shop B, G/F, 1/F & 2/F, 617-623 Nathan Road, Mongkok
	Cheung Sha Wan Branch	828 Cheung Sha Wan Road, Cheung Sha Wan
	Mei Foo Stage I Branch	G/F, 1C Broadway, Mei Foo Sun Chuen Stage I, Lai Chi Kok
<b>New Territories</b>	Tuen Mun Town Plaza Branch	Shop No. G047-G052, Tuen Mun Town Plaza Phase I, Tuen Mun
	Tai Po Branch	G/F, Shop No. 2, 23-25 Kwong Fuk Road, Tai Po Market, Tai Po

## **The Bank of East Asia, Limited**

	<b>Branch Name</b>	<b>Address</b>
<b>Hong Kong Island</b>	Wanchai Branch	Shop A-C, G/F, Easey Commercial Building, 253-261 Hennessy Road, Wanchai
	Chai Wan Branch	345 Chai Wan Road, Chai Wan
	Taikoo Shing Branch	Shop G1010-1011, Yiu Sing Mansion, Taikoo Shing
<b>Kowloon</b>	Kwun Tong Branch	7 Hong Ning Road, Kwun Tong
<b>New Territories</b>	Shatin Plaza Branch	Shop 3-4, Level 1, Shatin Plaza, Shatin
	Park Central Branch	Shop G6, G/F, Park Central, 9 Tong Tak Street, Tseung Kwan O
	Tsuen Wan Branch	239-243 Sha Tsui Road, Tsuen Wan