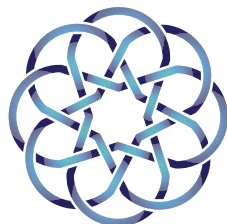


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力世紀有限公司

WE SOLUTIONS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 860)

**VOLUNTARY ANNOUNCEMENT
COOPERATION MEMORANDUM
IN RELATION TO RECYCLING OF
ELECTRIC VEHICLE BATTERIES**

The Board is pleased to announce that as part of the Company's business plan to become a world leading EV solutions provider and execute on its strategy of building a full EV value chain, the Company has on 26 September 2018 entered into the non-legally binding Cooperation Memorandum with the State-owned Enterprise in relation to the proposed formation of the JV Company.

The Group and the State-owned Enterprise expect to form the JV Company to engage in the business of recycling EV Batteries in the PRC, including but not limited to repurposing of used EV Batteries for second-life applications and full recycling of retired EV Batteries.

The State-owned Enterprise is an investment holding company, the subsidiaries of which are principally engaged in, among others, the business of waste management in the PRC, which encompasses household waste treatment, hazardous waste management, waste collection and transportation.

Leveraging on the Group's expertise on the EV supply chain as well as the State-owned Enterprise's established PRC logistics network and expertise on waste treatment and recycling technologies, the proposed formation of the JV Company would be a significant step for the Company towards building a full EV value chain and would further cement its foothold in the EV industry.

The Board believes that the proposed formation of the JV Company would benefit the Group by adding a complementary service offering to its EV solutions platform and solving the critical issue of the management of retired EV Batteries faced by many customers of the Group's EV-related portfolio businesses.

COOPERATION MEMORANDUM

The Board is pleased to announce that as part of the Company's business plan to become a world leading EV solutions provider and execute on its strategy of building a full EV value chain, the Company has on 26 September 2018 entered into the non-legally binding Cooperation Memorandum with the State-owned Enterprise in relation to the proposed formation of the JV Company.

The Joint Venture

The Group and the State-owned Enterprise expect to form the JV Company to engage in the business of recycling EV Batteries in the PRC, including but not limited to repurposing of used EV Batteries for second-life applications and full recycling of retired EV Batteries.

The Parties will jointly conduct certain preliminary studies in relation to the potential cooperations between the Parties, including feasibility studies on technologies related to second-life applications and full recycling of EV Batteries. The JV Company is expected to build several recycling factories situated close to regions in the PRC with the highest penetration of EVs. Exact location of these factories, along with detailed arrangement of the JV Company's recycling business operations, its shareholding structure, capital commitments to be made by the Parties, proposed investment amount of the JV Company and other detailed terms are to be finalized, and are subject to further discussions and negotiations between the Parties.

The Cooperation Memorandum is intended to record the intention of, and preliminary mutual understanding between, the Company and the State-owned Enterprise in relation to the proposed formation of the JV Company. The

Cooperation Memorandum is not legally binding and the proposed formation of the JV Company is subject to the entering into of definitive legally-binding agreement(s) between the Parties.

INFORMATION ON STATE-OWNED ENTERPRISE

The State-owned Enterprise is an investment holding company, the subsidiaries of which are principally engaged in, among others, the business of waste management in the PRC, which encompasses household waste treatment, hazardous waste management, waste collection and transportation.

REASONS FOR AND BENEFITS OF THE PROPOSED FORMATION OF THE JV COMPANY

Leveraging on the Group's expertise on the EV supply chain as well as the State-owned Enterprise's established PRC logistics network and expertise on waste treatment and recycling technologies, the proposed formation of the JV Company would be a significant step for the Company towards building a full EV value chain and would further cement its foothold in the EV industry.

The Board believes that the proposed formation of the JV Company would benefit the Group by adding a complementary service offering to its EV solutions platform and solving the critical issue of the management of retired EV Batteries faced by many customers of the Group's EV-related portfolio businesses.

As at the date of this announcement, no definitive legally-binding agreement in relation to the formation of the JV Company has been entered into by the Group. As the transactions contemplated under the Cooperation Memorandum may or may not materialize, the shareholders and potential investors of the Company should exercise caution when dealing in the securities of the Company. The Company will make further announcement(s) on the establishment of the JV Company as and when appropriate in accordance with the Listing Rules.

DEFINITIONS

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

“Board”	the board of Directors
“Company”	WE Solutions Limited, a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Stock Exchange (stock code: 860)
“Cooperation Memorandum”	the non-legally binding cooperation memorandum dated 26 September 2018 entered into between the Company and the State-owned Enterprise in relation to the proposed formation of the JV Company
“Director(s)”	the director(s) of the Company
“EV Batteries”	Batteries of EVs
“EV(s)”	electric vehicle(s)
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“JV Company”	a joint venture company proposed to be established by the Company and the State-owned Enterprise
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Parties”	the parties to the Cooperation Memorandum, being the Company and the State-owned Enterprise
“PRC”	the People’s Republic of China
“State-owned Enterprise”	a state-owned investment holding company, the subsidiaries of which are principally engaged in, among others, the business of waste management in the PRC

“Stock Exchange”

The Stock Exchange of Hong Kong Limited

By order of the Board
WE Solutions Limited
Ho King Fung, Eric
Chairman

Hong Kong, 27 September 2018

As at the date of this announcement, the Board comprises two executive Directors, namely Mr. Ho King Fung, Eric (Chairman) and Mr. Ho Chi Kit; one non-executive Director, namely Mr. Zhang Jinbing (Co-Chairman); and four independent non-executive Directors, namely Mr. Tam Ping Kuen, Daniel, Mr. Teoh Chun Ming, Mr. Heung Chee Hang, Eric and Mr. Peter Edward Jackson.