

*Unless otherwise defined in this announcement, terms defined in the prospectus dated 2 November 2009 (the “Prospectus”) issued by China High Precision Automation Group Limited (the “Company”) have the same meanings when used in this announcement.*

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*This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for the Shares.*



## **CHINA HIGH PRECISION AUTOMATION GROUP LIMITED**

**中國高精密自動化集團有限公司**

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

**(Stock Code: 591)**

### **STABILISING ACTIONS AND END OF STABILISATION PERIOD**

The Company announces that the stabilisation period in connection with the Share Offer ended on 5 December 2009.

The Sole Global Coordinator, as the stabilising manager, has advised that the stabilising actions undertaken during the stabilisation period were: (i) over-allocations of an aggregate of 37,500,000 Shares in the Placing; (ii) the borrowing of an aggregate of 37,500,000 Shares from Mr. Wong pursuant to the Stock Borrowing Agreement; and (iii) the exercise in full of the Over-allotment Option in respect of an aggregate of 37,500,000 Shares (the “Over-allotment Shares”) at the Offer Price of HK\$4.0 per Share (excluding brokerage fee of 1%, SFC transaction levy of 0.004% and the Stock Exchange trading fee of 0.005%), being the Offer Price per Share under the Share Offer, by the Sole Global Coordinator on behalf of the Placing Underwriters on 19 November 2009 to cover the above over-allocations.

The net proceeds received by the Company from the issue and allotment of the Over-allotment Shares are approximately HK\$135 million.

The Company makes this announcement pursuant to Section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Cap. 571W of the Laws of Hong Kong) and announces that the stabilising period in connection with the Share Offer ended on 5 December 2009, being the 30th day after the last date for the lodging of applications under the Public Offer.

The Sole Global Coordinator, as the stabilising manager, has advised that the stabilising actions undertaken during the stabilisation period were: (i) over-allocations of an aggregate of 37,500,000 Shares in the Placing; (ii) the borrowing of an aggregate of 37,500,000 Shares from Mr. Wong pursuant to the Stock Borrowing Agreement; and (iii) the exercise in full of the Over-allotment Option in respect of an aggregate of 37,500,000 Shares (the “Over-allotment

Shares”) at the Offer Price of HK\$4.0 per Share (excluding brokerage fee of 1%, SFC transaction levy of 0.004% and the Stock Exchange trading fee of 0.005%), being the Offer Price per Share under the Share Offer, by the Sole Global Coordinator on behalf of the Placing Underwriters on 19 November 2009 to cover the above over-allocations.

As a result of the exercise of the Over-Allotment Option in full by the Sole Global Coordinators on behalf of the Placing Underwriters, the Company issued and allotted an aggregate of 37,500,000 Shares, representing 15% of the Offer Shares initially available under the Share Offer, at the Offer Price of HK\$4.0 per Share (excluding brokerage fee of 1%, SFC transaction levy of 0.004% and the Stock Exchange trading fee of 0.005%), being the Offer Price per Share under the Share Offer.

The net proceeds received by the Company from the issue and allotment of the Over-allotment Shares are approximately HK\$135 million.

Details of the exercise of the Over-Allotment Option are more particularly described in the Company’s announcement dated 19 November 2009.

By order of the Board  
**China High Precision Automation Group Limited**  
**Wong Fun Chung**  
*Chairman*

Hong Kong, 6 December 2009

*As at the date of this announcement, the executive Directors are Mr. Wong Fun Chung, Mr. Zou Chong, Mr. Su Fang Zhong and Mr. Cheung Chuen, and the independent non-executive Directors are Ms. Ji Qin Zhi, Dr. Hu Guo Qing and Mr. Chan Yuk Hiu, Taylor.*