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福建諾奇股份有限公司

Fujian Nuoqi Co., Ltd.

(a joint stock limited liability company incorporated in the People's Republic of China)

(Stock Code: 1353)

**(1) UPDATE ON THE AFFAIRS OF THE GROUP;
(2) APPOINTMENT OF COMPANY SECRETARY; AND
(3) CHANGE OF PRINCIPAL PLACE OF BUSINESS
IN HONG KONG**

Reference is made to (i) the announcement of the Company dated 4 January 2017 (“**December Announcement**”) and the announcements referred to therein; and (ii) the announcement of the Company dated 26 January 2017 (“**Further Delay in Despatch Announcement**”). Capitalised terms used in this announcement have the same meanings as those defined in the December Announcement unless otherwise specified.

This announcement serves as an update on the latest developments in relation to, among other matters, the Demands and the financial position and business operations of the Group.

FINANCIAL POSITION AND BUSINESS OPERATIONS OF THE GROUP

Financial results of the Company

On 10 January 2017, the Company published the final results announcement for each of the financial years ended 31 December 2014 and 2015 and the interim results announcement for each of the six months ended 30 June 2014, 2015 and 2016. Please refer to these announcements of the Company for details of the financial position of the Company for the relevant periods.

Further delay in despatch of the Composite Document

As disclosed in the Further Delay in Despatch Announcement, the Company has applied to the Executive pursuant to Rule 8.2 of the Takeovers Code for, and the Executive has granted, its consent to an extension of time for the despatch of the Composite Document (together with the relevant forms of acceptance and transfer) to 10 February 2017. Please refer to the Further Delay in Despatch Announcement for further information.

Save as disclosed, since the date of the December Announcement, there is no material development in relation to the proposed plan for the resumption of trading.

DEMAND LETTERS FROM FINANCIAL INSTITUTIONS AND OTHER DISPUTES

Demand letters from financial institutions

There is no material development in relation to the Demands and the demand letter against Sun Power since the date of the December Announcement.

Civil actions and arbitration cases against the Group

Based on the Group's recent collation of its internal records, since the date of the December Announcement,

1. a court order was granted in relation to a civil action against Mr. Ding Hui and the Company regarding transfer of certain domestic Shares of the Company and Mr. Ding Hui was ordered to pay approximately RMB100 million in aggregate; and
2. two appeals were brought by the Company against two individuals regarding labour disputes after the Company was ordered to pay approximately RMB0.34 million in aggregate in December 2016. The compensation claimed against the Company in these two cases are within the estimation of the Company's debts under the Reorganisation Proposal.

Saved as disclosed, there has been no material development in relation to the civil actions and arbitration cases against the Group. As at the date of this announcement, there were 9 civil actions against the Group awaiting decisions from the relevant PRC courts.

Civil actions against Mr. Ding Hui and Mr. Ding Canyang

There has been no material development in relation to the civil actions against Mr. Ding Hui and Mr. Ding Canyang since the date of the December Announcement.

CESSATION OF AUTHORITY OF MR. DING HUI TO BIND THE GROUP

There has been no material development in relation to the proposed formal removal of Mr. Ding Hui as director of the Company since the date of the December Announcement.

APPOINTMENT OF COMPANY SECRETARY

The Board is pleased to announce that Mr. Law Geoff Chun Mo has been appointed as the company secretary of the Company with effect from 26 January 2017. Mr. Law obtained a bachelor's degree of commerce from the University of New South Wales in Australia, majoring in finance and accounting. He is a fellow member of the Hong Kong Institute of Certified Public Accountants and a member of CPA Australia. Mr. Law has extensive experiences in financial management, internal control management, corporate finance, pre-investment and post-investment project management, equity investment and other related areas. Mr. Law also has management experiences in the PRC. As at the date of this announcement, Mr. Law was also the Group Financial Controller of Hao Tian Development Group Limited ("**Hao Tian**") which is a company whose shares are listed on the Stock Exchange (stock code: 474). He was mainly responsible for overseeing the financial matters of investment projects in the PRC and was also involved in other investment and financing projects in Hao Tian. Prior to joining Hao Tian, Mr. Law had various work experiences, including being an audit senior manager in KPMG, the financial controller in an A-share listed company, and the chief financial officer and investment director in private equity fund management companies in the PRC.

The Board would like to extend a warm welcome to Mr. Law on his new appointment.

CHANGE OF PRINCIPAL PLACE OF BUSINESS IN HONG KONG

The Board hereby announces that the principal place of business of the Company in Hong Kong has been changed to Rooms 1405-1412, 14/F, Sun Hung Kai Centre, 30 Harbour Road, Wanchai, Hong Kong with effect from 26 January 2017.

SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange was suspended with effect from 11:25 a.m. on 23 July 2014, and will remain suspended pending the release of further information by the Company.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

The Company will disclose any material development in connection with the Incidents, the Demands and other relevant matters by way of further announcement(s) in accordance with regulatory requirements.

By Order of the Board
Fujian Nuoqi Co., Ltd.
Chen Quanyi
Executive Director

Hong Kong, 26 January 2017

As at the date of this announcement, the executive Directors are Ding Hui, Ding Canyang and Chen Quanyi; and the non-executive Directors are Han Huiyuan and Ding Lixia.

All the Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.