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QIANLONG TECHNOLOGY INTERNATIONAL HOLDINGS LIMITED
(乾隆科技國際控股有限公司)*

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8015)

**MAJOR TRANSACTION — ACQUISITION OF PROPERTIES
LOCATED AT UNITS 25A-25J ON LEVEL 25 AND 10 CAR PARKING
SPACES ON BASEMENT 2 OF WORLD PLAZA SKY CITY
INTERNATIONAL BUILDING (世界廣場),
NO.855 PUDONG ROAD SOUTH, PUDONG, SHANGHAI, PRC
(COLLECTIVELY “THE PROPERTIES”)
AND
RESUMPTION OF TRADING**

On 28th February 2011, Shanghai Qianlong Advanced Technology Co. Ltd., a wholly-owned subsidiary of the Company, entered into 20 agreements with the Vendor, an Independent Third Party, to acquire the Properties at a consideration of RMB57,300,920.

The acquisition of the Properties constitutes a major transaction under Chapter 19 of the GEM Listing Rules and is subject to the shareholders' approval in accordance with Chapter 19 of the GEM Listing Rules. However, pursuant to Rule 19.44 of the GEM Listing Rules, as no shareholder of the Company has a material interest in this transaction, no shareholder of the Company is required to abstain from voting if the Company were to convene a general meeting for the approval of this transaction. Furthermore, the written shareholders' approval has been obtained from a closely allied group of shareholders (namely Red Coral Financial Limited, Sapphire World Investment Limited, Legend Isle Technology Limited, Star Channel Technology Limited, Star Orient Global Limited, Mr. Liao Chao Ping and Madam Lin Meng Jung) who together hold 130,600,000 shares in the issued share capital of the Company representing 51.70% of the nominal value of the securities giving the right to attend and vote at that meeting to approve this transaction. The closely allied group are the respective ultimate shareholders of Red Coral Financial Limited, Sapphire World Investment Limited, Legend Isle Technology Limited, Star Channel Technology Limited and Star Orient Global Limited. Therefore no general meeting of the Company will be convened for the purpose of the acquisition of the Properties.

A circular containing further details of the acquisition of the Properties will be dispatched to the shareholders of the Company on or before 18th March 2011.

At the request of the Company, trading of the shares of the Company has been suspended with effect from 10:00 a.m. on 1st March 2011 pending the publication of this announcement. Application has been made to the Stock Exchange for resumption of trading of the shares of the Company with effect from 9:00 a.m. on 7th March 2011.

THE AGREEMENTS

Date:

28th February 2011

Parties:

Vendor: Commerzbank AG Shanghai Branch, a company incorporated in Germany with limited liability which together with its ultimate beneficial owner(s), to the best of the Directors' knowledge, information and belief having made all reasonable enquiry, are Independent Third Parties independent of the Company and connected persons of the Company.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiry, the Vendor is a bank.

Purchaser: Shanghai Qianlong Advanced Technology Co. Ltd., a wholly-owned subsidiary of the Company.

Subject Matter:

Shanghai Qianlong Advanced Technology Co., Ltd. has agreed to purchase, and the Vendor has agreed to sell, the Properties.

Information on the Properties:

The Properties are located at Units 25A-25J on Level 25 and 10 car parking spaces on Basement 2 of World Plaza Sky City International Building (世界廣場), 855 Pudong Road South, Pudong, Shanghai, PRC. The total gross floor area of the 10 office units on Level 25 is about 1,761.32 sq. metre. It is an office premises. The 10 car parking spaces on Basement 2 have a total gross floor area of about 371.4 sq. metre. Vacant possession would be delivered on Completion.

Completion:

In about late March 2011.

Consideration:

The Consideration is RMB57,300,920 in total. The total purchase price of the 10 office units is RMB54,600,920. The total purchase price of the 10 car parking spaces is RMB2,700,000.

The Consideration was determined by reference to the information available to the Company based on a valuation report prepared by Vigers Appraisal & Consulting Limited, and was negotiated on an arm's length basis and agreed on normal commercial terms between the parties.

Prior to the signing of the Agreements and in part payment of the Consideration, Shanghai Qianlong Advanced Technology Co., Ltd. had paid deposits of (i) RMB3,000,000 and (ii) RMB17,190,276 which sums were being stakeheld.

Within 3 working days after signing of the Agreements, the said second deposit of RMB17,190,276 would be released and paid to the Vendor.

Within 3 working days after signing of the Agreements, Shanghai Qianlong Advanced Technology Co., Ltd. would pay the balance of the Consideration, that is, RMB37,110,644 to be stakeheld.

40% of the Consideration amounting to RMB22,920,368 would be released and paid to the Vendor within 3 working days after completion of the transaction and transfer procedures at the Real Estate Transaction Centre of Pudong New District, Shanghai, PRC.

The remaining 30% of the Consideration amounting to RMB17,190,276 would be released and paid to the Vendor within 3 working days after Completion when Shanghai Qianlong Advanced Technology Co., Ltd. shall be granted the relevant Certificate of Real Estate Ownership.

The Company would pay the Consideration from its internal resources. The Company will have sufficient working capital to complete the acquisition of the Properties.

Value of the Asset to be acquired:

The Properties are valued at RMB57,800,000 as at 28th February 2011 by Vigers Appraisal & Consulting Limited, independent professional surveyors.

INFORMATION ON THE GROUP AND THE PURCHASER

The Purchaser, Shanghai Qianlong Advanced Technology Co., Ltd., is a wholly-owned subsidiary of the Company. The principal activities of the Group are the development, production and distribution of computer software, provision of related maintenance and consultation services and investment in other IT companies. The Purchaser was established in Shanghai, PRC in 1994. Its principal activities are the development, production and distribution of securities analysis software in PRC.

REASONS FOR ACQUISITION AND BENEFITS EXPECTED

The Company is at present occupying the whole of Level 26 of the same building as the head office of the Group, which was acquired in 2006 and owned by the Company also through Shanghai Qianlong Advanced Technology Co., Ltd.. Due to the rapid expansion of its business in recent years, the Company has to acquire more office space to accommodate its staff. In addition to substantial savings of rent in the future, the Directors believe that the acquisition of the Properties would further enhance its reputation. Furthermore, by seizing this rare opportunity to acquire, inter alia, the office space just below its present head office, the Group would be able to better co-ordinate and allocate its resources and manpower with more flexibility.

The Directors consider that the terms of the acquisition are fair and reasonable and in the interests of the Group and the Shareholders as a whole.

GENERAL

The acquisition of the Properties constitutes a major transaction under Chapter 19 of the GEM Listing Rules and is subject to the shareholders' approval in accordance with Chapter 19 of the GEM Listing Rules. However, pursuant to Rule 19.44 of the GEM Listing Rules, as no shareholder of the Company has a material interest in this transaction, no shareholder of the Company is required to abstain from voting if the Company were to convene a general meeting for the approval of this transaction. Furthermore, the written shareholders' approval has been obtained from a closely allied group of shareholders (namely Red Coral Financial Limited, Sapphire World Investment Limited, Legend Isle Technology Limited, Star Channel Technology Limited, Star Orient Global Limited, Mr. Liao Chao Ping, and Madam Lin Meng Jung) who together hold 130,600,000 shares in the issued share capital of the Company representing 51.70% of the nominal value of the securities giving the right to attend and vote at that meeting to approve this transaction. Therefore no general meeting of the Company will be convened for the purpose of the acquisition of the Properties.

Details of the aforesaid closely allied group of shareholders are as follows:-

Name	Number of the shares held	Percentage of the Company's issued share capital
Red Coral Financial Limited	35,250,000	13.955%
Sapphire World Investment Limited	24,500,000	9.699%
Legend Isle Technology Limited	24,500,000	9.699%
Star Channel Technology Limited	18,375,000	7.274%
Star Orient Global Limited	14,875,000	5.889%
Liao Chao Ping	5,000,000	1.979%
Lin Meng Jung	8,100,000	3.207%
	<u>130,600,000</u>	<u>51.70%</u>

As at 31st December 2010, Mr. Chen Shen Tien is the shareholder of Red Coral Financial Limited which holds 35,250,000 shares of the Company, representing a 13.955% interest in the Company. Mr. Fan Ping Yi and his spouse, Ms. Ko Hsiu Fen, are the shareholders of Sapphire World Investment Limited which holds 24,500,000 shares of the Company, representing a 9.699% interest in the Company. Mr. Yang Ching Shou and his spouse, Ms. Lai Ying Ming, are the shareholders of Legend Isle Technology Limited which holds 24,500,000 shares of the Company, representing a 9.699% interest in the Company. Mr. Chen Ming Chuan is the shareholder of Star Channel Technology Limited which holds 18,375,000 shares of the Company, representing a 7.274% interest in the Company. Mr. Yu Shih Pi is the shareholder of Star Orient Global Limited which holds 14,875,000 shares of the Company, representing a 5.889% interest in the Company. The closely allied group are the respective ultimate shareholders of Red Coral Financial Limited, Sapphire World Investment Limited, Legend Isle Technology Limited, Star Channel Technology Limited and Star Orient Global Limited.

The aforesaid Messrs. Liao Chao Ping, Chen Shen Tien, Fan Ping Yi, Yang Ching Shou, Chen Ming Chuan and Yu Shih Pi are Executive Directors of the Company.

The aforesaid Messrs. Chen Shen Tien, Fan Ping Yi, Yang Ching Shou, Chen Ming Chuan and Yu Shih Pi have been personal friends and colleagues for about 20 to 30 years. They had been working together in Taiwan and founded the Group in Shanghai in 1993. Mr. Liao Chao Ping was appointed executive director of the Company in July 2004. He is a shareholder of the Company since 1999. He is also a personal friend of the other 5 executive directors and have known each other for about 20 to 30 years. Madam Lin Meng Jung is a personal friend of Mr. Liao Chao Ping for more than 10 years.

A circular containing further details of the acquisition of the Property will be dispatched to the shareholders of the Company on or before 18th March 2011.

At the request of the Company, trading of the shares of the Company has been suspended with effect from 10:00 a.m. on 1st March 2011 pending the publication of this announcement. Application has been made to the Stock Exchange for resumption of trading of the shares of the Company with effect from 9:00 a.m. on 7th March 2011.

DEFINITIONS

“Agreements”	The 20 sale and purchase agreements all dated 28th February 2011 entered into between the Vendor and the Purchaser in relation to the Properties
“Board”	The board of Directors of the Company
“Company”	Qianlong Technology International Holdings Limited, a company incorporated in the Cayman Island with limited liability, whose shares are listed on the Growth Enterprise Market of the Stock Exchange
“Consideration”	Consideration for the acquisition of the Properties in the sum of RMB57,300,920
“Directors”	The director(s) of the Company
“GEM”	The Growth Enterprise Market of the Stock Exchange
“GEM Listing Rules”	The Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange
“Group”	The Company and its subsidiaries
“Hong Kong”	The Hong Kong Special Administrative Region
“Independent Third Party(ies)”	Independent third party(ies), who is/are not connected with the Company or any of its directors, chief executives, substantial shareholders or management shareholders (as such term is defined in the GEM Listing Rules) of the Company and their subsidiaries or their respective associates (as such term is defined in the GEM Listing Rules)

“Properties”	Units 25A-25J on Level 25 and 10 car parking spaces on Basement 2 of World Plaza Sky City International Building (世界廣場), No.855 Pudong Road South, Pudong, Shanghai, PRC
“Purchaser”	Shanghai Qianlong Advanced Technology Co., Ltd.
“RMB”	Renminbi, the lawful currency of PRC
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Vendor”	Commerzbank AG Shanghai Branch

By order of the Board
Liao Chao Ping
Chairman

4 March 2011

As at the date of this announcement, the Executive Directors of the Company are Mr. Liao Chao Ping, Mr. Fan Ping Yi, Mr. Yang Ching Shou, Peter, Mr. Chen Shen Tien, Mr. Chen Ming Chuan, Mr. Yu Shih Pi and Miss Liao Angela Min Yin and Independent Non-executive Directors are Ms. Chiu Kam Hing Kathy, Mr. Chang Long-Teng and Mr. Hsieh Billy Shao-Ven.

** For identification only*

This announcement, for which the directors of Qianlong Technology International Holdings Limited collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to Qianlong Technology International Holdings Limited. The directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

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