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西安海天天綫科技股份有限公司  
**XI'AN HAITIAN ANTENNA TECHNOLOGIES CO., LTD.\***

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

**(Stock Code: 8227)**

**DISCLOSEABLE TRANSACTION -  
FURTHER DISPOSAL OF  
SHARES IN CLOUD LIVE TECHNOLOGIES GROUP CO., LTD.\***

Reference is made to the announcement of the Company dated 23 December 2020 (the “**Announcement**”) in relation to the Disposal of Cloud Live Shares. Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless the context requires otherwise.

**THE FURTHER DISPOSAL**

The Board is pleased to announce that since 24 December 2020, the Company has, through a wholly-owned subsidiary, further sold on Shenzhen Stock Exchange and through securities dealers an aggregate of 2,080,004 Cloud Live Shares (the “**Further Disposal**”), representing approximately 0.25% of the total issued share capital of Cloud Live as at 26 May 2021. The aggregate consideration for the disposal of such Cloud Live Shares was approximately RMB5.75 million. The Further Disposal was made based on or with reference to the market price of Cloud Live Shares at the time of sales.

The Further Disposal was made on Shenzhen Stock Exchange or through securities dealers, the Company was not fully aware of the identities of the buyers of such Cloud Live Shares and accordingly, to the best of the knowledge, information and belief of the Directors having made all reasonable enquiries, the buyers of such Cloud Live Shares and their ultimate beneficial owners are Independent Third Parties.

**INFORMATION ON THE GROUP**

The Group is principally engaged in research and development, manufacture and sale of mobile communication antennas and related products, underwater and underground surveillance, imaging, mechanical equipment, complicated environment warning and surveillance equipment, agricultural and forestry used unmanned aerial vehicles, provision of consultancy services and sales of agricultural products.

**INFORMATION ON CLOUD LIVE**

Cloud Live is a joint stock limited company established in the PRC and its shares are listed on the Shenzhen Stock Exchange (002306.SZ). Cloud Live is principally engaged in group meals catering business in Beijing, Zhengzhou and Handan, and internet game promotion and operation business in Chongqing.

Mr. Chen Ji, an executive Director, is the director of Cloud Live, and Mr. Chen Ji and his associates directly and indirectly hold approximately 22.68% of the total issued share capital of Cloud Live, but he does not have controlling interest in Cloud Live.

According to the published financial statements of Cloud Live, its financial results for the two years ended 31 December 2020 and 2019 are as follows:

	<b>(Audited)</b>	
	<b>For the year ended 31 December</b>	
	<b>2020</b>	<b>2019</b>
	<b>RMB'000</b>	<b>RMB'000</b>
Net (loss) profit before tax	(10,349)	(35,625)
Net (loss) profit after tax	(11,069)	(36,111)

According to the published financial statements of Cloud Live, its net assets as at 31 December 2020 were approximately RMB40.86 million.

### **REASONS FOR AND BENEFIT OF THE FURTHER DISPOSAL**

After considering the financial performance of Cloud Live and working capital requirement for the operating segment of sales of antenna products and provision of related services, and given that the Further Disposal was made on and with reference to prevailing market prices, the Directors consider that the Further Disposal was made on normal commercial terms, fair and reasonable and in the interests of the Company and the Shareholders as a whole.

### **FINANCIAL EFFECT OF THE FURTHER DISPOSAL**

After taking into account of the original acquisition costs and unrealised loss of fair value changes of approximately RMB4.73 million and RMB1.70 million respectively, the Further Disposal accounted for an investment gain of approximately RMB0.12 million for the financial year ended 31 December 2020. It is also estimated that the Further Disposal will result in an investment gain of approximately RMB0.27 million for the financial year ending 31 December 2021, after taking into account the original acquisition costs and unrealised loss of fair value changes of approximately RMB3.47 million and RMB1.14 million respectively.

### **USE OF PROCEEDS**

The proceeds of RMB5.75 million from the Further Disposal, after deducting expenses arising therefrom, will be used as general working capital of the Group.

### **GEM LISTING RULES IMPLICATIONS**

As the highest of the applicable percentage ratio under Chapter 19 of the GEM Listing Rules in respect of a) the Further Disposal; and b) the aggregate of the Disposal and the Further Disposal, is more than 5% but less than 25%, the Further Disposal constitutes a discloseable transaction for the Company and is subject to the reporting and announcement requirements under Chapter 19 of the GEM Listing Rules.

By order of the Board  
**Xi'an Haitian Antenna Technologies Co., Ltd.\***  
**Xiao Bing**  
*Chairman*

Xi'an, the PRC, 26 May 2021

*As at the date of this announcement, the Board comprises Mr. Xiao Bing (肖兵先生) and Mr. Chen Ji (陳繼先生) being executive Directors; Mr. Sun Wenguo (孫文國先生), Mr. Li Wenqi (李文琦先生), Mr. Zuo Hong (左宏先生), Mr. Yan Weimin (燕衛民先生) and Mr. Xu Xiong (徐雄先生) being non-executive Directors; and Mr. Zhang Jun (張鈞先生), Professor Shi Ping (師萍教授), Mr. Tu Jijun (涂繼軍先生) and Mr. Liu Lidong (劉立東先生) being independent non-executive Directors.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. 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.*

*This announcement will remain on the "Latest Company Announcements" page of the GEM website at <http://www.hkgem.com> for at least 7 days from the date of its posting and be posted on the website of the Company at <http://www.xaht.com>.*

\* *for identification purpose only*