

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**Foxconn International Holdings Limited**

**富士康國際控股有限公司\***

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

(Stock Code: 2038)

### **DISPOSAL OF ASSETS OF A SUBSIDIARY**

On 3 October 2012, CMCS entered into the Deed to sell the Tainan Assets to the Purchaser at an aggregate consideration of NTD458,848,643 (equivalent to approximately US\$15,325,545\*\*).

On 3 October 2012, Chi Mei Communication Systems, Inc. (an indirect 85.54%-owned subsidiary of Foxconn International Holdings Limited (the “Company”) through the Company’s wholly-owned subsidiaries) (“CMCS”) as vendor entered into a sale and purchase deed relating to fixed assets and facilities (the “Deed”) to sell the following land, buildings, equipment and facilities (collectively, the “Tainan Assets”) to 奇美實業股份有限公司 (the “Purchaser”) as purchaser at an aggregate consideration of NTD458,848,643 (equivalent to approximately US\$15,325,545\*\*) (the “Consideration”):-

- (a) land located at Lot No.323 of Xingong Section, Rende District, Tainan City, Taiwan of a land area of 19,992.79 square meters (equivalent to 6,047.82 pyeong/p’ing) at a consideration of NTD279,445,418 (equivalent to approximately US\$9,333,477\*\*); and
- (b) buildings located at No.128, Shengli Road, Rende District, Tainan City, Taiwan of a gross floor area of 17,288.80 square meters (equivalent to 5,229.87 pyeong/p’ing), together with equipment and facilities, at a total consideration of NTD179,403,225 (equivalent to approximately US\$5,992,068\*\*).

The transactions contemplated by the Deed are hereinafter referred to as the “Asset Disposal”.

To the best of the knowledge, information and belief of the Company, the Purchaser is independent of the Company and does not constitute a connected person of the Company within the meaning of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The Consideration has been determined after arm's length negotiations with reference to the appraisal reports on the Tainan Assets issued by Elite Appraisers Firm and Evermore Consulting Co., Ltd. (qualified valuers licensed and practising in Taiwan), which provide (among other things) that the Tainan Assets are appraised at a total value of NTD455,617,642 (equivalent to approximately US\$15,217,629\*\*) on the basis of the appraisal methods set out therein.

According to the Deed, the Consideration will be payable in three instalments:-

- (a) NTD138,000,000 (equivalent to approximately US\$4,609,200\*\*) upon the parties' execution of the Deed;
- (b) NTD179,403,225 (equivalent to approximately US\$5,992,068\*\*) on the date immediately following the date on which the Purchaser has received document(s) evidencing the relevant land appreciation tax clearance from CMCS; and
- (c) NTD141,445,418 (equivalent to approximately US\$4,724,277\*\*) on the date immediately following the date of registration of the transfer of the Tainan Assets from CMCS to the Purchaser.

CMCS is a limited liability company incorporated in Taiwan which is principally engaged in the business of designing and manufacturing handsets.

The main reason for the Asset Disposal is that since the expiry of the lease arrangements regarding the Tainan Assets in November 2011, the Tainan Assets have remained idle and the group comprising the Company and its subsidiaries (the "Group") has not utilised the Tainan Assets since then while the Purchaser at this material time has a need for factory space, equipment and facilities for its production in Tainan, Taiwan.

The Asset Disposal would give rise to a profit of approximately NTD170,800,000 (equivalent to approximately US\$5,704,720\*\*) and all the proceeds derived from the Asset Disposal would be utilised as general working capital of the Group.

The Asset Disposal does not constitute a notifiable transaction or a connected transaction of the Company under the Listing Rules. Hence, it is not subject to any disclosure, reporting or shareholders' or independent shareholders' approval requirements under Chapter 14 or Chapter 14A of the Listing Rules.

By Order of the Board  
**Chin Wai Leung, Samuel**  
*Chairman*

Hong Kong, 3 October 2012

*As at the date of this announcement, the executive directors of the Company are Messrs. Chin Wai Leung, Samuel and Chih Yu Yang and Tong Wen-hsin and Dr. Lee Jer Sheng, the non-executive director of the Company is Mr. Lee Jin Ming and the independent non-executive directors of the Company are Messrs. Lau Siu Ki and Chen Fung Ming and Dr. Daniel Joseph Mehan.*

*\* for identification purposes only*

*\*\* the figures in NTD are converted into US\$ at the rate of NTD1.00:US\$0.0334 for reference only.*