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SinoPoly

Sinopoly Battery Limited

中聚電池有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 729)

(1) RULE 13.09 ANNOUNCEMENT (2) RESUMPTION OF TRADING

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

On 1 July 2011, the Company received a Notice of Court Action issued by the Shenzhen Intermediate Court of the PRC (the “**SZ Court**”) and a civil complaint against Thunder Sky (HK), an indirect wholly-owned subsidiary of the Company, filed by the Chung’s Companies which are wholly-owned and/or controlled by Mr. Chung Winston (鍾馨稼) (formerly known as Chung Hing Ka) (“**Mr. Chung**”).

In support of the complaint, the Chung’s Companies have filed with the SZ Court, among others, copies of the following documents:

- (1) a production agreement dated 18 January 2010, purportedly entered into between Thunder Sky (HK) and the Chung’s Companies pursuant to which the Chung’s Companies will manufacture and supply to Thunder Sky (HK) the Electric Battery Products (“**Questionable Document 1**”);
- (2) a confirmation letter dated 25 November 2010, purportedly entered into between Thunder Sky (HK) and the Chung’s Companies pursuant to which the Chung’s Companies will sell the Electric Battery Products on behalf of Thunder Sky (HK) (“**Questionable Document 2**”); and
- (3) a supplemental agreement to a patent license deed, an intellectual property license deed, a production agreement and a confirmation letter dated 26 November 2010, purportedly entered into between Thunder Sky (HK) and the Chung’s Companies (“**Questionable Document 3**”),

(collectively, the “**Questionable Documents**”).

It is alleged that Thunder Sky (HK) is in breach of certain terms in the Questionable Documents, purportedly related to certain unpaid sales price for Electric Battery Products and certain unpaid fees for facilities upgrade. The amount claimed, based on the Questionable Documents, in the SZ Court, is RMB185,713,651.20 and there is no application for any injunction or specific performance. After cross checking and verification, the Company wishes to state the following facts:

- (i) the Questionable Documents are neither notarized nor legalized;
- (ii) the Group has never ordered the alleged unpaid for Electric Battery Products;
- (iii) the Group has never discussed or agreed to the alleged fees for facilities upgrade;
- (iv) the Group has no record of, and has not authorised any representative to sign, the Questionable Documents;
- (v) the Questionable Documents have never been presented to the Board for discussion or approval;
- (vi) the Questionable Documents suggest that Mr. Miao Zhenguo, a director of the Company has signed the Questionable Documents as a representative of Thunder Sky (HK). Mr. Miao has confirmed under oath that he did not sign any of the Questionable Documents;
- (vii) the Questionable Documents suggest a solicitor of Hong Kong has signed Questionable Document 1 and Questionable Document 3 as a witness. Such solicitor has confirmed under oath that he/she did not witness such documents;
- (viii) the Questionable Documents suggest a senior staff of the Group has signed Questionable Document 2 as a witness. Such senior staff has confirmed under oath that he/she did not witness such document; and
- (ix) the Questionable Documents and their contents were never mentioned in any correspondence between the Group and Mr. Chung and/or the Chung's Companies during Mr. Chung's term of office as a director of the Company from 25 May 2010 to 14 April 2011.

Based on the above mentioned facts, the Board has strong reasons to believe that the Questionable Documents are fraudulently altered and completely fabricated. Hence, the case (the "Case") filed by the Chung's Companies against Thunder Sky (HK) with the SZ Court is groundless. For the protection of the Group's interests, the Company has reported the case to the relevant law enforcement agency.

The Board wishes to confirm that based on the above mentioned reasons and facts, the Case has no and will not have any, negative effect on the business, financial position and development of the Group, and the legal proceedings against Mr. Chung and his associates issued by the Group on 12 March 2011 in the High Court of Hong Kong.

The Company confirms that apart from the information set out in this announcement it has no other undisclosed price-sensitive information at this point in time.

At the request of the Company, trading in Shares on the Stock Exchange was suspended with effect from 9:00 a.m. on Monday, 4 July 2011 pending the issue of this announcement. The Company has applied for the resumption of trading in Shares on the Stock Exchange at 9:00 a.m. on Monday, 11 July 2011.

DEFINITIONS

In this announcement the following definitions apply unless the context requires otherwise:

“ associate ”	has the meaning ascribed to it under the Listing Rules;
“ Board ”	the board of directors of the Company;
“ Chung’s Companies ”	深圳市雷天電動車動力總成有限公司 (Shenzhen Thunder Sky Electric Vehicles Limited*) and 深圳市雷天電源技術有限公司 (Shenzhen Thunder Sky Battery Technology Limited*), both companies incorporated in the PRC;
“ Company ”	Sinopoly Battery Limited, a company incorporated in Bermuda with limited liability, the Shares of which are listed on the Main Board of the Stock Exchange;
“ Electric Battery Products ”	Lithium-ion battery products and their related products;
“ Group ”	the Company and its subsidiaries;
“ Hong Kong ”	the Hong Kong Special Administrative Region of the PRC;
“ Listing Rules ”	the Rules Governing the Listing of Securities on the Stock Exchange;
“ PRC ”	the People’s Republic of China;
“ RMB ”	Renminbi;
“ Share(s) ”	ordinary share(s) of nominal value of HK\$0.01 each in the capital of the Company;
“ Stock Exchange ”	The Stock Exchange of Hong Kong Limited; and
“ Thunder Sky (HK) ”	Thunder Sky Energy Technology Limited (中聚雷天能源技術有限公司).

By order of the Board of
Sinopoly Battery Limited
Jaime Che
Executive Director

Hong Kong, 8 July 2011

As of the date of this announcement, the Board comprises Mr. Miao Zhenguo (Deputy Chairman and Chief Executive Officer), Mr. Lo Wing Yat, Mr. Xu Donghui (Chief Operating Officer) and Mr. Jaime Che as executive directors; and Mr. Chan Yuk Tong, Mr. Fei Tai Hung and Mr. Tse Kam Fow as independent non-executive directors.

Website: <http://www.sinopolybattery.com>

** For identification purpose only*