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IBO TECHNOLOGY COMPANY LIMITED

艾伯科技股份有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2708)

**VOLUNTARY ANNOUNCEMENT
ENTERING INTO MEMORANDUM OF UNDERSTANDING
IN RELATION TO THE STRATEGIC COOPERATION AGREEMENT
WITH YANGCHUN HEALTH BUREAU**

This announcement is voluntarily made by IBO Technology Company Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) to update the shareholders of the Company and potential investors of the Company on the latest business development of the Group.

The board of directors (the “**Board**”) of the Company is pleased to announce that on 4 December 2019, Shenzhen IBO Communication Company Limited* (深圳市艾伯通信有限公司, “**IBO Communication**”), a subsidiary of the Company, in response to the national call for medical integration and with the aim of “facilitating medical reform, benefiting the community”, commenced the strategic cooperation in respect of 5G networking environment construction and 5G business incubation with Yangchun Health Bureau* (陽春市衛生健康局) (together with IBO Communication, collectively the “**Parties**”) by leveraging on the synergies of cloud networking of Unicom System Integration Company Limited* (聯通系統集成有限公司) (“**UIC**”), which promoted in-depth application of 5G technology in the smart healthcare industry and medical association in Yangchun so as to provide more highly-efficient and convenient healthcare services for the general public in Yangchun (the “**Project**”). As mutually agreed, Parties shall make their best endeavours to procure the execution of agreements, including binding cooperation contracts (“**Project Contracts**”) prior to the materialization of the Project. The specific terms of the Project Contracts are subject to mutual consent after negotiation. Parties intended to record the current condition of the Project by entering into the memorandum of understanding in relation to the strategic cooperation agreement (the “**Memorandum**”). The specific details of the Project shall be finalized in the form of Project Contracts signed by Parties upon their subsequent negotiation.

PRELIMINARY UNDERSTANDING BY PARTIES

Parties procure the provincial hospitals in Guangdong and other well-known hospitals, prestigious medical universities/scientific research institutions and affiliated hospitals/township health centres in Yangchun to make construction of the Yangchun Smart Medical/Medical Association 5G Communication Dedicated Networking Project and to facilitate further advancement of the 5G Smart Healthcare in Yangchun

Yangchun Smart Medical/Medical Association 5G Communication Dedicated Networking Project, organized and financed by the Yangchun Health Bureau, is under construction by UIC and IBO Communication, and effectively connects to the 5G core network of China United Network Communications Corporation Limited (“**China Unicom**”). By fully leveraging on the low-cost advantages of independent technology of 5G core equipment and solutions, IBO Communication builds a 5G Communication Dedicated Networking Project (including Yangchun Smart Medical/Medical Association Telemedicine 5G Communication Dedicated Network, Hospitals/Health Centers 5G Communication Dedicated Network) with 5G ultra-high speed, ultra-high bandwidth and low-latency network characteristics for Yangchun Smart Medical/Medical Association (including Yangchun People’s Hospital* (陽春市人民醫院), Yangchun Maternal and Child Health Hospital* (陽春市婦幼保健院), Yangchun Traditional Chinese Medicine Hospital* (陽春市中醫院), and more than 15 affiliated township health centres, etc.); and by linking itself with the provincial hospitals in Guangdong and other well-known hospitals, prestigious medical universities/scientific research institutions, IBO Communication introduces high-quality medical physician resources, to facilitate all parties to provide smart medical services, and jointly promote various medical applications, such as remote consultation, remote ultrasound, remote surgery, emergency rescue, VR/AR remote teaching, remote monitoring, smart guidance, mobile healthcare, smart hospital management, AI-assisted diagnosis and treatment in major hospitals in Yangchun.

Regarding the Yangchun Smart Medical/Medical Association 5G Communication Dedicated Networking Project, it is proposed that the delivery of 5G Communication Dedicated Networking equipment would be completed by 30 June 2020, and the installation and commissioning of 5G Communication Dedicated Networking equipment as well as its effective access to China Unicom’s 5G core network would be completed by 31 August 2020.

CONSTRUCTION OF A QUALITY CONTROL PLATFORM FOR 5G SURGERY MODELING AND TEACHING IN YANGCHUN CITY

Through constructing a quality control platform for 5G surgery modeling and teaching, the provincial hospitals in Guangdong and other well-known hospitals, prestigious medical universities/scientific research institutions will be linked to the realization of surgical demonstration and teaching towards the hospitals with view to improving the surgery level in the hospitals of the whole city.

FURTHER NEGOTIATION BETWEEN PARTIES

“5G Smart Medical Joint Laboratory” is established by Parties. Yangchun People’s Hospital, Yangchun Traditional Chinese Medicine Hospital and Yangchun Maternal and Child Health Hospital are pilots to set up 5G Smart Medical Joint Laboratory. In accordance with the specific needs from the pilots, IBO Communication and UIC prioritize the construction of 5G networking environment, and synchronize with Yangchun Health Bureau to promote network information construction and high-quality 5G coverage in order to create a 5G medical application demonstration area.

ACTIONS TAKEN BY PARTIES AFTER SIGNING THE MEMORANDUM

Establishment of the joint working team by Parties and UIC for advancing the subsequent matters

5G Smart Medical Working Team is established by Parties. The working team will undergo the investigation on the specific needs in the Yangchun Smart Medical/Medical Association Telemedicine 5G Communication Dedicated Networking Project and develop 5G Communication Dedicated Networking Technical Solution. After the technical solution is being agreed by Parties, the working team will take forward further business negotiation and project contracts execution.

Entering into project construction contracts

Parties shall, in good faith, undergo the negotiation in respect of the terms of the project construction contracts within 30 days after signing of the Memorandum, in order to complete such negotiations and enter into the project construction contracts on or before 31 March 2020.

INFORMATION ON YANGCHUN HEALTH BUREAU

Yangchun Health Bureau is a functional department of the People’s Government of Yangchun City. Its main function is to implement the national, provincial and Yangchun municipal laws and regulations as well as policies in relation to health and family planning and traditional Chinese medicine. It makes health and family planning and promotes the development plan of traditional Chinese medicine, drafts relevant normative documents, organizes the formulation of relevant standards and technical specifications, and proposes relevant policy recommendations. It is responsible for coordinating and advancing the reform of the medical and health system and medical security in Yangchun, making the overall plans for the allocation of health and family planning service resources, drawing up health and family planning scheme, and guiding its implementation.

OTHER INFORMATION

To the best knowledge, information and belief of the directors of the Company, having made all reasonable enquiries, Yangchun Health Bureau is independent of the Company and its connected persons (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited).

Shareholders of the Company and/or investors of the Company should note that this announcement is published as a voluntary disclosure aimed to inform the public of the latest business development of the Company.

By order of the Board
IBO Technology Company Limited
Lai Tse Ming
Chairman

Hong Kong, 4 December 2019

As at the date of this announcement, the Board of the Company comprises Mr. Lai Tse Ming, Mr. Gao Weilong, Mr. Teng Feng, Mr. Yu Kin Keung, Mr. Lyu Huiheng and Ms. Cheng Yan as executive Directors; and Dr. He Tianxiang, Dr. Wong Kwok Yan and Mr. Hung Muk Ming as independent non-executive Directors.

** For identification purposes only*