



DAPAI INTERNATIONAL HOLDINGS CO. LTD.
(the "COMPANY")
Company Registration No.: 41211

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Introduction

Pursuant to Listing Rule 1313(2), the Company wishes to provide the following quarterly update on the Company and its subsidiaries (collectively the "Group").

Update on Financial Performance and Position

The Group registered an unaudited net profit of approximately RMB6.4 million for the period ended 30 June 2014 ("2Q 14"). Group's cash and bank balances as of 30 June 2014 stood at RMB28.7 million. The Group still has unutilized banking facilities of approximately RMB111.0 million with its principal bankers.

Details of the Group's unaudited financial results are contained in the Company's announcement on 1 August 2014 to the Singapore Exchange Securities Trading Limited.

Future Direction

The Group remains focused on the core business and expects the current performance in 2Q 14 to continue and contribute to the financial performance in the coming quarters, barring any unforeseen circumstance.

The Group remains resolute in its commitments to report a profit for the whole of the financial year ending 31 December 2014 and will continue to step up sales performance, and its efforts in streamlining operating efficiencies.

Save as previously disclosed, no material development that may have a significant impact on the financial position of the Group has occurred since the last update.

By Order of the Board

Chen Xizhong
Executive Chairman
1 August 2014