



**YUUZOO NETWORKS GROUP CORPORATION**  
(Incorporated in BVI)

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**ANNOUNCEMENT RELATING TO REAL ESTATE DEVELOPMENT PROJECT IN CHINA**

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The Board of Directors of YuuZoo Networks Group Corporation ("YuuZoo" or "the Company") (SGX:AFG) wishes to announce that the contract the Company had signed for the large Nordic Sport Town project in Harbin, China has been lost as a result of the inability of the Company to raise funds due to the continued share trading suspension and the misuse of company funds by a former employee.

In December 2017 YuuZoo announced that the Company had signed a framework agreement with Chinese state-owned Harbin Water Investment Group Co Ltd, which company manages and controls all water-linked land in Harbin, China. Under the framework agreement, YuuZoo agreed to develop 85 hectares large (appr 73% of the size of Singapore's upmarket Sentosa Cove) river-fronting area in Harbin.

In May 2018 signed an agreement for an investment of 5 million USD into YNG Smart Cities China, a fully owned subsidiary of the Company set up to manage the project in Harbin, which agreement valued YNG Smart Cities China at 300 million USD.

In a follow-up agreement signed in June 2018 between YuuZoo and Harbin Water Investment Group Co Ltd, further details of the development project were agreed upon.

On June 11th, 2019 the Company announced it had agreed with the mayor of Harbin on a definitive timetable for the project. It further announced that the money that IRAS in 2018 had seized were being returned by IRAS after IRAS had held the funds for more than one year, and that the funds would be used to pay salaries and expenses related to the project in Harbin. Most of the funds returned by IRAS were however illegally diverted and used for other purposes by a former employee of YNG, which meant the scheduled payments in China could not be made.

The Chinese partner had earlier expressed doubts about the ability of YuuZoo to live up to its commitments considering the continued share trading suspension imposed by SGX RegCo. When the illegal use of the funds returned by IRAS prevented the Company from making salary payments to its staff in China the Chinese partner cancelled the agreement it had signed with YNG.

November 24, 2019

For and on behalf of the Board of  
YuuZoo Networks Group Corporation