



SOUTHERN PACKAGING GROUP LIMITED

(Company Registration No.: 200313312N)
(Incorporated in Singapore on 30 December 2003)

PROFIT WARNING FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

The Board of Directors (the "Board") of Southern Packaging Group Limited (the "Company") wishes to issue a profit warning statement in respect of the unaudited financial results of the Company and its subsidiaries ("Group") for the financial year ended 31 December 2014 ("FY2014").

The Group expects to report a loss in its unaudited financial results for FY2014. Based on the preliminary financial figures, the loss expected to be reported in FY2014 is primarily attributed to:

- (i) the share of loss arising from an associated company and the impairment in the carrying value of the investment in the said associated company; and
- (ii) the lower demand for packaging materials in the People's Republic of China coupled with higher operating costs.

Further details of the Group's financial performance will be disclosed when the Company announces its unaudited financial results for FY2014 in due course.

In the meantime, shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

BY ORDER OF THE BOARD

PAN SHUN MING
Executive Chairman
5 February 2015