

NOTIFICATION OF DELISTING

The Board of Directors ("**Board**") refers to the joint announcement made by China Powerplus Limited ("**Company**") and Apple Cove Limited ("**Offeror**") on 23 January 2014 ("**Joint Announcement**"), in relation to the proposal by the Offeror to seek the voluntary delisting of the Company from the Official List of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") pursuant to Rules 1307 and 1309 of the listing manual of SGX-ST ("**Listing Manual**").

Watch-List Status

The Company had been placed on SGX-ST's watch-list with effect from 5 March 2012 pursuant to Rule 1311 of the Listing Manual. The Company was required to meet the requirements of Rule 1314 of the Listing Manual within 24 months from 5 March 2012, ie. by 5 March 2014, failing which SGX-ST may delist the Company or suspend trading in the Company's shares with a view to delisting the Company.

Notification of Delisting

The Company was unable to meet the criteria of under Rule 1314 by the said deadline and, subsequent to the Joint Announcement, the Company has received a notification from SGX-ST on 6 May 2014 ("**Notification of Delisting**") directing that SGX-ST will proceed to delist the Company pursuant to Rule 1315 of the Listing Manual ("**Delisting**").

Pursuant to the Notification of Delisting:

- (a) trading in the Company's securities will continue until 5.00 pm on 5 June 2014 and trading in the Company's securities will be suspended from 9.00 am on 6 June 2014 until the completion of the Exit Offer;
- (b) pursuant to Rule 1306 of the Listing Manual, the Company or its controlling shareholder(s) must comply with Rule 1309 of the Listing Manual which requires the Company or its controlling shareholder(s) to provide a reasonable exit offer ("**Exit Offer**") to the shareholders of the Company ("**Shareholders**"), and
- (c) Rule 1307 of the Listing Manual which requires the Company to obtain Shareholders' approval for a voluntary delisting will no longer apply.

Joint Announcement superseded by Notification of Delisting

Pursuant to the Notification of Delisting, the Joint Announcement has been superseded by the Delisting.

The Company intends to comply with the directions of SGX-ST in the Notification of Delisting and in relation to the Exit Offer and will promptly keep Shareholders informed of the developments in relation to the Delisting and Exit Offer by making further announcements via SGXNet at the relevant time.

Shareholders and investors are advised to exercise caution when dealing in the Company's shares. Shareholders and investors who are in doubt about the foregoing should consult their stockbroker, bank manager, solicitor or other professional adviser.

BY ORDER OF THE BOARD
CHINA POWERPLUS LIMITED

Danny Oh Beng Teck
Independent Director
7 May 2014