

LAFE CORPORATION LIMITED

Company Registration Number 26304

Incorporated in Bermuda

FORMATION OF A WHOLLY OWNED SUBSIDIARY COMPANY

The Board of Directors of Lafe Corporation Limited (the "Company") wishes to announce the formation of a wholly owned subsidiary company as detailed below:

Name: Lafe GreenTech International Limited
Date of Incorporation: 23 May 2016
Place of Incorporation: British Virgin Islands
Percentage of holding: 100% by Infomaster Holdings Limited which is 100% owned by Lafe Corporation Limited

The subsidiary company's principal activity is investment holding. The issued shares of the subsidiary company have no par value.

The transaction is not expected to have any material impact on the consolidated net tangible assets per share and earnings per share of the Group for the current financial year ending 31 December 2016 and has had no impact on the previous financial year.

None of the controlling shareholders, directors or substantial shareholders of the Company has any interest, direct or indirect, in the transaction.

BY ORDER OF THE BOARD

Paul Francis Gregory Binney
Company Secretary
27 May 2016