

NEW SILKROUTES GROUP LIMITED

(Registration No. 199400571K)
(Incorporated in Singapore)

INCORPORATION OF NEW ASSOCIATED COMPANY – SMARTNATION SDN. BHD.

The board of directors (the “**Board**” or the “**Directors**”) of New Silkroutes Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company’s wholly-owned subsidiary, New Silkroutes Capital Sdn. Bhd., has recently subscribed for 30 new ordinary shares (the “**Subscription**”) representing 30% of the issued and paid-up capital of Smartnation Sdn. Bhd. (“**Smartnation**”), a company newly incorporated in Malaysia, at a consideration of 30 Malaysian Ringgit.

Smartnation will be principally engaged in the provision of information technology services.

The consideration of the Subscription is funded through the Group’s internal resources. The Subscription is not expected to have any material impact on the net tangible assets and earnings per share of the Company and the Group for the current financial year ending 30 June 2016. Following the Subscription, Smartnation has become an associated company of the Company.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Subscription.

BY ORDER OF THE BOARD

Lim Koon Hock
Joint Company Secretary

3 June 2016