

CHIWAYLAND INTERNATIONAL LIMITED
(FORMERLY KNOWN AS R H ENERGY LTD.)
Registration No. 200610437K
(Incorporated in Singapore)

PROFIT GUIDANCE FOR THE FIRST QUARTER RESULTS ENDED 31 MARCH 2015

The Board of Directors of Chiwayland International Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to inform that the Group is expected to report a higher net loss for the first quarter ended 31 March 2015 (“**1Q2015**”) as compared to the corresponding period (“**1Q2014**”).

The higher net loss is mainly due to:-

i) decrease in revenue recognised from its property development sales in 1Q2015 as compared to 1Q2014. The decrease in revenue recognised from property development sales was due mainly to the decrease in total gross floor area (“**GFA**”) sold and recognised. Revenue from sales of properties is recognised only when the legal title has been transferred to the buyer. Due to the construction schedules and the festive period in 1Q2015, the number of projects and GFA available for handing over to the buyer in 1Q2015 is lower than that of 1Q2014;

ii) lower gross profit margin as a result of the increase in contribution from fixed price housing projects as a percentage of total revenue recognised. Fixed price housing projects generally have lower gross profit margins as compared to the rest of its property portfolio. The Group believes that fixed price housing projects are beneficial for the Group in spite of the lower gross profit margins as such projects provide, *inter alia*, greater certainty in revenue and income and access to financing from financial institutions at a lower cost; and

iii) increase in administrative related expenses in line with the expansion in the Group's business.

As the Group is still in the process of finalising the Group's first quarter results, further details on the results of the Group will be disclosed when the Company announces its first quarter results in due course.

By Orders of the Board of
CHIWAYLAND INTERNATIONAL LIMITED

QIAN JIANRONG
Executive Chairman and Chief Executive Officer
5 May 2015

*UOB Kay Hian Private Limited was the financial adviser to the Company for the acquisition of the entire issued and paid up share capital of Chiwayland Group (Singapore) Pte Ltd. (the “**Financial Adviser**”). The Financial Adviser assumes no responsibility for the contents of this announcement.*