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

COMPLETION OF PROPOSED DISPOSAL OF 35.0% OF THE REGISTERED AND PAID-UP CAPITAL OF FOSHAN ENERGETIC FILM CO., LTD.

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1. INTRODUCTION

1.1. The board of directors (the "**Board**") of Southern Packaging Group Limited (the "**Company**") refers to its announcement dated 22 March 2016 ("**Announcement**") in relation to the Proposed Disposal of 35.0% of the registered and paid-up capital of Foshan Energetic Film Co., Ltd., as well as the circular to shareholders of the Company dated 14 April 2016 ("**Circular**").

1.2. Unless otherwise defined, all capitalised terms used herein shall have the same meanings given to them in the Circular.

2. COMPLETION OF THE PROPOSED DISPOSAL

2.1. Further to the Announcement and the Circular, the Board wishes to announce that the completion of the Proposed Disposal ("**Completion**") has taken place today. Following Completion, Foshan Energetic Film Co., Ltd. has ceased to be an associated company of the Company.

BY ORDER OF THE BOARD

PAN SHUN MING
Executive Chairman
1 July 2016