YOUYUE INTERNATIONAL LIMITED
(FORMERLY KNOWN AS YOUCAN FOODS INTERNATIONAL LIMITED)
(Incorporated in the Republic of Singapore)
(Company Registration No.: 200401338W)

AWARD OF TOWN PLANNING PROJECT TO
HARBIN PROMLITE ENERGY SAVING TECHNOLOGY CO., LTD

The Board of Directors (the "**Board**") of Youyue International Limited (the "**Company**" and together with its subsidiaries, the "**Group**") is pleased to announce that on 18 July 2014, the Company's wholly owned subsidiary, Harbin Promlite Energy Saving Technology Co., Ltd ("**Harbin Promlite**"), has been appointed to participate in and was awarded a town planning project in Harbin city in an area known as Hebai estate, involving sustainable development through the upgrading of an existing housing estate in Harbin using green architect and green technology (the "**Town Planning Project**").

The Town Planning Project is expected to benefit about 1,850 households, covering a built-up area of approximately 163,400 sqm, during the initial stage to be completed before the end of 2014. The Town Planning Project is intended to extend the useful life of the buildings and improve the living standard and comfort of the residents and is in line with the People's Republic of China National Development and Reform Commission's policy to promote sustainable development and energy saving and emission reduction, as well as to promote the implementation of plans and policy measures for ecological building, energy and resource conservation.

Pursuant to the Town Planning Project, Harbin Promlite will be appointed by various departments of Harbin's Municipal Government to carry out the following activities:

(i) the substitution of existing coal boilers with solar and gas heating elements;

(ii) the construction of thermal façade walls for the existing buildings;

(iii) the construction of carparks and commercial space on the freed up space previously occupied by the coal boilers in the housing estate;

(iv) the renovation and improvements to existing shop houses in the housing estate;

(v) the upgrading of the information technology system of the housing estate with more modern facilities such as improved fire and safety alarm systems and indoor fire and safety monitoring systems; and

(vi) the improvement of the overall environment of the housing estate with more greenery, safety features, better street and garden lightings, improved electricity wiring, improved drainage system and recreation facilities etc.

In carrying out the above activities, Harbin Promlite will play the role of managing the Town Planning Project by organising and controlling the resources and procedures to achieve the above specific goals. In doing so, Harbin Promlite will engage various third party contractors to carry out the construction work in accordance with the specifications and designs conceptualised by Harbin Promlite. It is noted that the Company will not require significant cash outlay for the Town Planning Project as the project has been structured such that the third party contractors will finance or obtain financing for the construction activities set out above and Harbin Promlite will only make payment to these third party contractors in agreed tranches upon satisfactory completion of such activities.

As the Town Planning Project constitutes part of the Company's proposed new business of project-based activities involving energy conservation services and sustainable developments, the Town Planning Project is made conditional upon the Shareholders' approval at a forthcoming extraordinary general meeting ("**EGM**") of the Company. The Circular containing the notice of the EGM and details of the Town Planning Project will be despatched to the Shareholders in due course.

Barring any unforeseen circumstances and assuming that Shareholders' approval is obtained for the Town Planning Project, the Town Planning Project is expected to contribute positively to the Group's revenue for the current financial year ending 31 December 2014.

None of the Directors and controlling shareholders of the Company has any interest, direct and indirect (other than through their shareholdings in the Company), in the Town Planning Project.

By Order of the Board

Jong Voon Hoo
Chief Financial Officer and Joint Company Secretary
18 July 2014