

CHINA YUANBANG PROPERTY HOLDINGS LIMITED

(Incorporated in Bermuda)

(Co. Reg. No.: 39247)

UPDATE ON THE GROUP'S OPERATION AT BATAI MOUNTAIN NATIONAL PARK

The Board of Directors of China Yuanbang Property Holdings Limited (the "**Company**" or together with its subsidiaries, the "**Group**") refers to its result announcement for the year ended 30 June 2017 released to SGX-ST on 29 August 2017 ("**the Results**").

As disclosed in item 10 of the Results, the Group was requested by the Wanyuan County Tourism Bureau ("**the Bureau**") to halt its operations at Batai Mountain National Park ("**Batai Mountain**") due to certain application procedures for the facilities at the Batai Mountain found not in order and did not meet the compliance requirements in relation to the protection of the environment and community in the vicinity.

Further to the above, the Board wishes to inform that the Bureau had permitted the Group to resume its operation at Batai Mountain with effect from 20 September 2017 while carrying out the necessary rectification works. In particular, the Group is required to commit to the following undertaking :

- (a) To carry out the rectification works at the various scenic areas of Batai Mountain in accordance with the relevant law enforcement departments relating to forestry, environment protection, housing construction and safety supervision;
- (b) To further improve the environmental protection facilities and ecological protection measures at Batai Mountain; and
- (c) To enhance the safety management of Batai Mountain including eliminating security risks and ensuring the implementation of safety measures in all its scenic areas.

The Group will take the required steps to fulfill the above.

By Order of the Board

Tse Kwok Hing Henry
Chief Financial Officer / Company Secretary

Date: 20 September 2017