

**DEBAO PROPERTY DEVELOPMENT LTD.**  
(Incorporated in Singapore on 16 August 2007)  
(Registration Number: 200715053Z)

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**ESTABLISHMENT OF SUBSIDIARY**

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Debao Property Development Ltd. (the “**Company**”) is pleased to announce that its wholly-owned subsidiary, Dynamic Real Estate Holdings Pte Ltd (“**Dynamic**”), together with one (1) unrelated third party, Honorway Management Limited (“**Honorway**”), had incorporated a subsidiary in Hong Kong on 22 August 2014, with details as follows:

<b>Name of Subsidiary</b>	<b>Registered and Paid Up Capital</b>	<b>Shareholding Interest</b>		<b>Business Activities</b>
Debao Property Development (HK) Limited (德宝地产发展(香港)有限公司)(“ <b>Debao HK</b> ”)	HK\$ 1,000.00	Dynamic	999 shares (99.9%)	Property development, general trade and investment
		Honorway	1 share (0.1%)	

On 3 September 2014, Dynamic acquired the remaining one (1) ordinary share from Honorway, at a purchase consideration of HK\$ 1.00. Pursuant thereto, Debao HK is a wholly owned subsidiary of Dynamic.

Debao HK is formerly known as Flourishing Way Enterprises Limited (德沃实业有限公司) and had changed to its current name on 10 November 2014. Debao HK is currently dormant.

The establishment and acquisition of Debao HK mentioned above were funded through the Company’s internal resources and are not expected to have any material impact on the working capital, earnings per share and the net tangible assets per share of the Company for the financial year ended 31 December 2014.

To the best of the knowledge of the directors of the Company (the “**Directors**”), none of the Directors or substantial shareholders of the Company has any interest, direct or indirect in the establishment and acquisition of Debao HK.

By Order of the Board

Yuan Le Sheng  
Executive Chairman and CEO  
26 January 2015