

CHINESE GLOBAL INVESTORS GROUP LTD.

(Company Registration No. 196600189D)

(Incorporated in the Republic of Singapore)

DISCLAIMER OF OPINION BY THE INDEPENDENT AUDITORS ON THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2017

In compliance with Rule 704(4) of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst, the Board of Directors (the "**Board**") of Chinese Global Investors Group Ltd. (the "**Company**" and its subsidiaries, collectively the "**Group**") wishes to announce that the Company's Independent Auditors, Crowe Horwath First Trust LLP (the "**Auditors**") have included a disclaimer of opinion on the consolidated financial statements of the Group (the "**Disclaimer**") in their Independent Auditors' Report dated 9 October 2017 (the "**Report**") in relation to the audited consolidated financial statements of the Group and the Company for the financial year ended 30 June 2017 ("**FY2017**") (the "**Financial Statements**").

A copy of the Report together with extracts of the relevant extract of the Notes to the Financial Statements, are annexed to this announcement for further information.

The Board is of the opinion that the continuing use of the going concern assumption in the preparation of the Financial Statements is appropriate on the following basis that the Company is able to identify and acquire a new core business, subject to any relevant regulatory approval (if applicable), complete the proposed disposal of its waterproofing business and obtain continuing support from certain substantial shareholders and third party lenders. Additionally, the management has critically assessed the cash flow forecasts of the Group for the next twelve months, after taking into consideration, amongst other, the above factors, and is of the opinion that the Group will be able to continue its operations and meet its obligations.

As such, the Board (i) is of the opinion that sufficient information has been disclosed for trading of the Company's securities to continue in an orderly manner; and (ii) confirmed that all material disclosures have been provided for trading of the Company's shares to continue.

This announcement is to be read in conjunction with the attached Report and the Financial Statements. Shareholders of the Company are advised to refer to the entire Financial Statements included in the Company's annual report for FY2017, which will be dispatched in due course.

Shareholders of the Company are advised to exercise caution when trading in shares of the Company. When in doubt as to the action they should take, shareholders should consult their stock brokers, bank manager, solicitor, accountant, tax adviser or other professional advisers.

BY ORDER OF THE BOARD

Mr. U Keng Tin
Chairman of the Board of Directors
9 October 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness and correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Joseph Au, Associate Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).