

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

NOTIFICATION OF INCLUSION ON THE WATCH-LIST WITH EFFECT FROM 3 MARCH 2016

The Board of Directors of Debao Property Development Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that, based on the review conducted by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 1 March 2016, as the Company has recorded a volume weighted average price of less than S\$0.20 over the last 6 months from 1 September 2015 to 29 February 2016, the Company has been notified on 2 March 2016 by SGX-ST that it will be placed on the watch-list with effect from 3 March 2016 in accordance with Rule 1311(2) of the Listing Manual.

The Company would need to take steps to meet the requirements under Rule 1314 of the Listing Manual for its removal from the watch-list within 36 months from 3 March 2016, failing which SGX-ST may either remove the Company from the Official List or suspend trading in the Company’s shares with a view to removing the Company from the Official List.

Rule 1314 states that an issuer on the watch-list may be removed from the watch-list if it satisfies any one of the following requirements, where applicable:-

(i) Financial Exit Criteria

The issuer records consolidated pre-tax profit for the most recently completed financial year (based on the latest full year consolidated audited accounts) and has an average daily market capitalisation of S\$40 million or more over the last 6 months.

(ii) Minimum Trading Price Exit Criterion

The issuer will be assessed by SGX-ST for removal from the watch-list if it has remained on the watch-list for at least 6 months (this will exclude the time spent on the watch-list due to the Financial Entry Criteria under Rule 1311 of the Listing Manual) and records volume weighted average price of at least S\$0.20 over the last 6 months prior to the date of the SGX-ST’s review.

Although the Company has been included on the watch-list, the Company would like to assure all its shareholders and business partners that the Group’s business will continue as usual, and trading in its securities will also continue unless a trading halt or suspension is effected.

By Order of the Board

Mr Yuan Lesheng
Executive Chairman and CEO
2 March 2016