SINCAP GROUP LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 201005161G
(the "**Company**")

UPDATE ON LETTER OF DEMAND

The Board of Directors (the "**Board**") of Sincap Group Limited (the "**Company**" and together with its subsidiaries, collectively the "**Group**") refers to the Company's announcement on 20 March 2017 in relation to the receipt of a letter of demand (the "**Letter of Demand**") claiming the payment of approximately RMB 6.8 million from the Company to Fu Hao. The Letter of Demand was issued by lawyers acting for Fu Hao.

The Board wishes to update shareholders that the Company has appointed legal advisors and the Company's counsel has responded to Fu Hao's lawyers, refuting the claim made in the Letter of Demand and denying any liability on part of the Company.

The Company will provide further updates on the matter, as may be appropriate.

Shareholders and potential investors are advised to carefully read this announcement and any further announcements made by the Company. Shareholders are also advised to exercise caution before making any decision in respect of their dealings in the Shares. Shareholders who are in any doubt about this announcement should consult their stockbroker, bank manager, solicitor or other professional adviser.

BY ORDER OF THE BOARD
SINCAP GROUP LIMITED

Chu Ming Kin
Executive Chairman and Chief Executive Officer
3 April 2017

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

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

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