

CACOLA FURNITURE INTERNATIONAL LIMITED
(Incorporated in the Cayman Islands)
Company Registration No. 179492

**APPROVAL IN PRINCIPLE FOR THE PROPOSED ISSUE OF UP TO 74,117,452 NEW
ORDINARY SHARES IN THE CAPITAL OF CACOLA FURNITURE INTERNATIONAL LIMITED
PURSUANT TO THE REPAYMENT OF A S\$2.2 MILLION UNSECURED LOAN**

*Unless otherwise defined, all capitalised terms and references used herein shall have the same meaning ascribed to them in the announcement of the Company dated 21 July 2014 (“**21 July Announcement**”) in relation to the Proposed Repayment of the S\$2.2 million Loan and the issuance of the Settlement Shares thereon.*

The Board of Directors (the “**Board**”) of Cacola Furniture International Limited (the “**Company**”) refers to the 21 July Announcement made by the Company on the settlement of the S\$2.2 million Loan and the proposed issuance of up to 74,117,452 Settlement Shares thereon. The Board is pleased to announce that the SGX-ST has on 12 August 2014, granted its approval-in-principle (“**AIP**”) for the listing and quotation of the 74,117,452 Settlement Shares on the official list of the SGX-ST, subject to the following:

- (a) compliance with the SGX-ST’s listing requirements;
- (b) submission of the following documents:-
 - (i) a written undertaking from the Company that it will comply with Rule 704(30) and 1207(20) of the Listing Manual in relation to the use of the proceeds from the proposed placement of shares, and where proceeds are to be used for working capital purposes, the Company will disclose a breakdown with specific details on the use of proceeds for working capital in the Company’s announcement on use of proceeds and in the annual report;
 - (ii) a written undertaking from the Company that it will comply with Listing Rule 803; and
 - (iii) a written confirmation from the Company that it will not issue the Settlement Shares to persons prohibited under Rule 812(1) of the Listing Manual.

It is a condition of the AIP that the Settlement Shares have to be placed out within 7 market days from the date of the AIP. The AIP granted by the SGX-ST is not to be taken as an indication of the merits of the placement of the Settlement Shares, the Settlement Shares, the Company and/or its subsidiaries. A subsequent announcement on the allotment and issue of the Settlement Shares will be made by the Company at the appropriate time.

BY ORDER OF THE BOARD

ZHOU ZHUO LIN
CHIEF EXECUTIVE OFFICER
13 August 2014