

DRAGON GROUP INTERNATIONAL LIMITED

(Company Registration No: 199306761C) (Incorporated in the Republic of Singapore)

PROFIT WARNING FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

The Board of Directors (the "Board") of Dragon Group International Limited (the "Company", together with its subsidiaries, the "Group") deems it appropriate to issue a profit warning regarding the financial results of the Group for the financial year ended 31 December 2013 ("FY2013").

Based on the preliminary review of its draft financial results, the Group is expected to report a net loss for FY2013 mainly due to:-

- 1. realisation of reserve upon the Group's completion of its disposal of the distribution business; and
- 2. cessation of its distribution business since May 2013.

The Company is still in the process of finalising the results for FY2013 and will provide further details of the Group's performance when it releases the financial results on or before 1 March 2014.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

By Order of the Board

Dato' Michael Loh Soon Gnee Executive Chairman & Chief Executive Officer Dragon Group International Limited

29 January 2014