DUTY FREE INTERNATIONAL LIMITED
(Company Registration No. 200102393E)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT ON USE OF PROCEEDS FROM SHARE PLACEMENT EXERCISES

Duty Free International Limited ("**Company**") refers to its announcements released on 7 March 2016, 24 March 2016, 11 August 2016, 26 August 2016 and 23 March 2017 ("**Announcements**") in relation to the issue and allotment of an aggregate of 128.65 million new ordinary shares in the capital of the Company pursuant to five placement exercises ("**Placement Exercises**") and the announcements released on 8 August 2018 and 9 November 2018 relating to the use of proceeds from Placement Exercises.

The Company wishes to update all shareholders that in relation to the remaining net proceeds of approximately S$38.62 million, it has on 5 December 2018 utilized US$800,000 (or approximately S$1.10 million based on the exchange rate of S$1.37 to US$1.00) for the purchase of inventories for Brand Connect Holding Pte. Ltd Group. The amount remaining from the Net Proceeds as at 5 December 2018 is approximately S$37.52 million.

The above utilisation of the Net Proceeds is consistent with the intended use of the net proceeds as disclosed in the Company's previous announcements released in relation to the Placement Exercises.

BY ORDER OF THE BOARD

Lee Sze Siang
Executive Director
5 December 2018