Development Limited

(Incorporated in the Republic of Singapore)
(Company Registration No. 200201764D)

UPDATE ON THE BOARD OF DIRECTORS' RESOLUTION TO PLACE CERTAIN SUBSIDIARIES UNDER CREDITORS VOLUNTARY LIQUIDATION

The Board of Directors of M Development Ltd (the "Company") refers to its previous announcement on 26 July 2015.

The Company will like to notify all its shareholders that the following subsidiaries of Winsta Holding Pte Ltd ("Winsta Holding") have been placed into creditors' voluntary liquidation with effect on 3 August 2015:

(a) The Hill Lodge @ Mount Vernon Pte Ltd
(b) Pearl Hill Hostel Pte Ltd
(c) Evan Hostel Pte Ltd

In addition, the following subsidiaries of Winsta Holding have been placed into creditors' voluntary liquidation with effect from 4 August 2015:

(a) Katong Hostel Pte Ltd
(b) Global Residence Pte Ltd
(c) Queensway Student Hostel Pte Ltd
(d) Carlisle Hostel Management Pte Ltd

Mr SEAH CHEE WEI and Ms LIM SOH YEN of Acutus Advisory Pte Ltd, 133 New Bridge Road #25-03/08, Chinatown Point, Singapore 059413, have been appointed as the joint and several liquidators for each of the Winsta Holding's subsidiaries referred to in this announcement.

BY ORDER OF THE BOARD
M DEVELOPMENT LIMITED

Huang Wen-Lai
Executive Chairman and Director
4 August 2015