Development Limited

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

RESPONSE TO SGX QUERY ON UNAUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30 JUNE 2017

The Board of Directors of M Development Ltd (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Group's unaudited financial results for the half year ended 30 June 2017 ("**1H FY2017 Results**") released on the SGXNET on 10 August 2017. The Company would like to provide the following information in reply to the queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 7 September 2017:

SGX-ST Query 1

Please provide a breakdown of "Expenses" amounting to S$647,000 and elaborate on the details of the expenses.

Company's Response:

Expenses for 1H FY2017 are set out below.

	S$'000
Accounting fees	7
Audit fees	38
Corporate expenses	27
Directors' fees	75
Directors' remuneration	98
Professional fees/legal fees relating to legal proceedings commenced by Winsta Holding	222
Other professional fees	4
Secretarial fees	15
Staff expenses	106
Administrative and other expenses	55
Total expenses	647

SGX-ST Query 2

Please provide a breakdown of "Other payables and accruals" amounting to S$929,000 and elaborate on the details of the payables.

Company's Response:

Other payables and accruals for 1H FY2017 are set out below.

	S$'000
Accruals of professional fees (such as audit fees, secretarial fees, tax fee and legal fees)	58
Other creditors	60
Amounts owing to liquidated subsidiaries of Winsta Holding (Note 1)	811
Total other payables and accruals	929

Note 1:

Amounts owing to liquidated subsidiaries of Winsta Holding as at 3 August 2015 and 4 August 2015 remained outstanding as the liquidated subsidiaries are in the process of liquidation.

BY ORDER OF THE BOARD
M DEVELOPMENT LIMITED

Huang Wen-Lai
Executive Chairman and Director
7 September 2017