



PARKSON RETAIL ASIA LIMITED

(Co. Reg. No. 201107706H)
(Incorporated in the Republic of Singapore)

PROFIT GUIDANCE FOR THE FINANCIAL YEAR ENDED 30 JUNE 2017

The Board of Directors (the "**Board**") of Parkson Retail Asia Limited (the "**Company**") wishes to issue a profit guidance regarding the financial results of the Company and its subsidiaries (the "**Group**") for the financial year ended 30 June 2017 ("**FY2017**").

The Board refers to paragraph 10 of the Company's announcement on 9 May 2017 regarding its unaudited financial statements for the third quarter ended 31 March 2017, where it was announced that the Group is expected to conclude FY2017 with losses due to headwinds encountered in each operating country as well as further write-downs to the carrying amount of the Group's assets following a comprehensive review.

Based on the information available to the Board, the Board anticipates that the Group will be reporting a net loss attributable to owners of the Company of approximately S\$62 million for FY2017 as compared to a net profit attributable to owners of the Company of S\$30 million for the financial year ended 30 June 2016 ("**FY2016**").

The anticipated loss for FY2017 is mainly attributable to non-operational impairment charges on property, plant and equipment, and goodwill. In comparison, the profit for FY2016 included a gain on partial disposal of a former subsidiary of S\$47 million.

Operationally, the Group's performance in FY2017 was impacted by (i) overall tepid or negative same-store sales growth, and (ii) gestation period of new stores and new ventures.

This profit guidance is based on a preliminary review of the unaudited financial results of the Group for FY2017. Further details of the Group's performance will be disclosed when the unaudited financial results for FY2017 are released.

In the meantime, the Board wishes to advise shareholders and investors to exercise caution when dealing in the shares of the Company.

For and on behalf of the Board
PARKSON RETAIL ASIA LIMITED

Tan Sri William Cheng Heng Jem
Executive Chairman

15 August 2017