

YORKSHINE HOLDINGS LIMITED

Registration No. 198902648H

Incorporated in the Republic of Singapore

REPLY TO SGX QUERIES

Unless otherwise defined herein, all capitalised terms used herein shall have the same meanings as given to them in the Company's announcement on 13 November 2017.

The Board of Directors of Yorkshine Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") in its email dated 14 November 2017 and wishes to respond as follows:-

SGX-ST's Queries:-

We refer to the Company's announcement of 13 November 2017 regarding the entry of the Deed of Settlement with the Assignee.

We would appreciate it if you could address the following questions:-

Query 1: Please confirm as to whether the Company, its directors and substantial shareholders have any connection (including any business relationship) with the Assignee, its directors and substantial shareholders.

The Company's responses to Query 1 are as follows:-

None of the directors or substantial shareholders of the Company has any connection (including any business relationship) with the Assignee, its directors and substantial shareholders.

Query 2: Please confirm as to whether any of the Company's directors and/or substantial shareholders have any interest, direct or indirect, in the Deed of Settlement. If yes, please disclose details of such interests; and

The Company's responses to Query 2 are as follows:-

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the Deed of Settlement, save for their interests in the shares of the Company (if any).

Query 3: Please disclose the financial impact of the Deed of Settlement.

The Company's responses to Query 3 are as follows:-

The Company will:-

- (i) de-recognize the underlying financial liability (the Bank's loan) of approximately USD14,200,925;
- (ii) recognize new financial liability (Assignee's loan) of approximately USD4,641,025; and
- (iii) recognize the difference between (i) and (ii) above.

BY ORDER OF THE BOARD

Zhu Jun
Executive Chairman and Executive Director
17 November 2017