
NEW DEVELOPMENT RIGHTS AGREEMENT

CIMB Bank Berhad, Singapore branch was the financial adviser to the Company for the acquisition of the entire issued and paid up share capital of Regal International Holdings Pte. Ltd. (the "Financial Adviser"). The Financial Adviser (i) assumes no responsibility for; and (ii) does not endorse, the contents of this announcement (or any matter contemplated herein).

The Board of Directors of Regal International Group Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") refers the circular issued by the Company and dated 24 September 2014 relating to, amongst others, the proposed acquisition of the entire issued share capital of Regal International Holdings Pte. Ltd. (the "**Circular**"). Capitalised terms not defined herein shall have the meanings as ascribed to them in the Circular.

In Section B6.7 of the Circular titled "*Joint Development Process*", the background description and rationale for the usage of Development Rights Arrangements had been set out. In addition, it was stated in Section B6.7 of the Circular that moving forward, the Company will make an announcement of every Development Rights Agreement that is entered into and such announcement will contain the salient terms of the respective Development Rights Agreement.

The Company wishes to announce that Beaches & Coastline Sdn Bhd ("**BC**"), a wholly-owned subsidiary of the Company, has entered into a Development Rights Agreement (the "**Senggi Poak DA**") on 21 December 2015 with the owners of land situated at Sirenggok, Bau, Sarawak, Malaysia comprising a total area of 3,504 square metres (the "**Sirenggok Land**"). Under the Senggi Poak DA, the Sirenggok Land will be developed into shophouses.

The Consideration to Landowner will be reflected in the financial accounts of the Group in accordance with the prevailing accounting treatments described in Section B6.7 of the Circular.

By Order of the Board

Su Chung Jye
Executive Chairman and Chief Executive Officer
21 December 2015