

CHINA JISHAN HOLDINGS LIMITED
(Company Registration No. 200310591E)
(Incorporated in the Republic of Singapore)

NOTIFICATION OF CASH COMPANY STATUS PURSUANT TO RULE 1018 OF THE LISTING MANUAL OF SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX”) UPON THE COMPLETION OF THE PROPOSED DISPOSAL OF THE ENTIRE EQUITY INTEREST IN SHAO XING YUE SHENG REAL ESTATE PROPERTY DEVELOPMENT CO., LTD

The Company wishes to inform that it has received a notification letter from SGX on 27 June 2017 (the “**Notification**”) whereby SGX has informed the Company as follows:

1. The Notification refers to the Company’s following previous announcements:
 - (a) "Response to SGX Queries on the Unaudited Financial Statements of the Group for the Financial Year ended 31 December 2015" on 17 March 2017;
 - (b) On the Proposed Disposal of the Entire Equity Interest in Shao Xing Yue Sheng Real Estate Property Development Co., Ltd on 6 April 2017 (the "**Proposed Disposal**"); and
 - (c) On 12 May 2017 of the Company's financial results for the first quarter ended 31 March 2017.
2. SGX notes (from the abovementioned previous announcements) that since the Company has decided to cease all production activities of printing and dyeing business and has no other business operations, the Company shall be considered a cash company (as defined below) with effect from the date of completion of the Proposed Disposal.
3. Under SGX Listing Rules 1018 and 103, SGX seeks to ensure that listed issuers have minimum standards of operations. In conjunction with Listing Rule 205, issuers whose assets consist wholly or substantially of cash and short-dated securities (a "cash company") are not normally listed. This is also consistent with Listing Rule 203, which requires an issuer seeking listing to be a going concern.
4. Pursuant to Listing Rule 1018, the securities of a cash company will be suspended and the issuer is given 12 months to satisfy SGX's requirements for a new listing, failing which, SGX will proceed to remove the issuer from the Official List.
5. In particular, Listing Rule 1018(1) states that upon completion of its operations and/or assets, the cash company must place 90% of its cash and short-dated securities in an escrow account and provide to the market, among others, quarterly updates of milestones in obtaining a new business. The amount in the escrow account cannot be drawn down until a new business is acquired.

Therefore, shareholders should note the Company’s potential cash company status, trading suspension, and timeline to meet the requisite listing requirement, as described above.

BY ORDER OF THE BOARD

Xiao Ziliang
Executive Director/ Chief Executive Officer

30 June 2017