HEETON HOLDINGS LIMITED

(Unique Entity Number 197601387M)
Incorporated in the Republic of Singapore

UPDATE OF PHASE 1 OF DEVELOPMENT PROJECT LOCATED IN GAOBEIDIAN, THE PEOPLE'S REPUBLIC OF CHINA

The Board of Directors of Heeton Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to provide an update of Phase 1 of the development project located in Gaobeidian, the People's Republic of China (the "Gaobeidian Project"), in which the Group holds an effective equity interest of 7.5%.

Due to circumstances arising from the on-going trade war between the United States and he People's Republic of China, the Group and its joint venture partners for the Gaobeidian Project, based on the advice of the marketing agent, have decided to launch for sale the residential units of Phase 1of the Gaobeidian Project after the initial expected date of November 2018, when market sentiment improves. Meanwhile, the construction of the Gaobeidian Project has commenced and the construction progress is on schedule.

The revised launch date for the Gaobeidian Project is not expected to have any significant impact on the earnings per share or net tangible assets per share of the Group for the financial year ending 31 December 2018.

BY ORDER OF THE BOARD

Teng Heng Chew Eric
Chief Executive Officer and Executive Director
19 October 2018