

ANCHUN INTERNATIONAL HOLDINGS LTD.

Registration No. 200920277C

(the "Company")

(Incorporated in the Republic of Singapore)

FURTHER CHANGE IN USE OF IPO PROCEEDS

The Board of Directors (the "Board") of Anchun International Holdings Ltd (the "Company" and together with its subsidiaries, the "Group") refers to the prospectus dated 13 October 2010 in respect of the proposed use of net proceeds raised from the Company's initial public offering ("IPO Proceeds"), the subsequent announcements on the usage of IPO Proceeds during the Company's quarterly results announcements and re-allocation of IPO Proceeds as announced on 10 October 2014 ("October 2014 Announcement").

The Company wishes to announce that it has re-allocated an additional sum of RMB11,698,000 from the use of proceeds for expansion of production facilities and capacities to working capital purposes in connection with the development of engineering procurement constructions business.

The summary of the usage of the IPO Proceeds following the aforesaid change is set out below:-

Usage of IPO Proceeds	Amount allocated	Aggregated change in use	Amount utilised	Balance
	RMB'000	RMB'000	RMB'000	RMB'000
(A) Expand our production facilities and capacities	110,936	(26,698) [#]	15,065	69,173
(B) Enhance our R&D capabilities and widen our range of innovative and cost-effective solutions	15,479	-	720	14,759
(C) Working capital purposes	7,074	26,698 [#]	12,906	20,866
Total	133,489	-	28,691	104,798

[#] Include RMB15,000,000, being the sum re-allocated pursuant to October 2014 Announcement.

The Company will continue to provide updates on the use of the IPO Proceeds as and when such proceeds have been materially disbursed.

By Order of the Board
Anchun International Holdings Ltd.

Xie Ding Zhong
Non-Executive Chairman
13 July 2015