

DEBAO PROPERTY DEVELOPMENT LTD.

(Incorporated in Singapore on 16 August 2007)

(Registration Number: 200715053Z)

ADDENDUM TO ANNOUNCEMENT ON 17 SEPTEMBER 2020 – RESPONSE TO QUERIES FROM SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (THE “SGX-ST”) ON THE ANNOUNCEMENT OF INCREASE IN SHARE CAPITAL AND REDUCTION OF PERCENTAGE SHAREHOLDING IN PROFIT CONSORTIUM SDN. BHD.

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the Company’s announcement on the response to queries from SGX-ST on the announcement of increase in share capital and reduction of percentage shareholding in Profit Consortium Sdn. Bhd. which was released on 17 September 2020 (the “Previous Announcement”).

The Board of Directors (the “**Board**”) of Debao Property Development Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refer to the Previous Announcement and wish to inform that the Company’s Response to SGX-ST’s query 1 sub-question 3 has been amended to the following:

Company’s Response

- 3 The issuance of the 102,000,034 new ordinary shares at RM1 per share was passed by a majority vote by the current controlling shareholder who owned 81% of the original shareholdings in the Target. The Group was not duly informed and did not participate in the voting for the issuance. The issuance will be duly completed if our director and the shareholders were duly informed and allotment procedures were carried out according to the Malaysian Companies Act.

We are unable to comment whether the amount of RM102,000,034 for the issuance of the 102,000,034 new ordinary shares at RM1 per share is fair and reasonable as we have not been provided with any details relating to the issuance.

Based on the resolution provided to us, the new issue represents 94.7% of the increased share capital.

By Order of the Board

Zhong Yuzhao
Executive Director and Chief Executive Officer
21 September 2020