
CESSATION OF SUBSIDIARY

GuocoLand Limited (“**GuocoLand**”) wishes to announce that its indirect wholly-owned subsidiary, Tianjin Zhongxin Mingshi Real Estate Development Co., Ltd. (“**TJZX**”) which is incorporated in the People’s Republic of China, will cease to be a subsidiary upon the completion of an agreement (the “**Agreement**”) entered into between TJZX, GuoSon Investment Company Limited (“**GICL**”) and Tianjin Hua Xia Jin Hui Investment Company Limited (“**HXJH**”), a party unrelated to GuocoLand.

Pursuant to the Agreement, GICL will transfer its 100% equity interest in TJZX to HXJH as well as novate the debt it owes TJZX to HXJH (hereinafter referred to as the “**Transaction**”). The aggregate consideration for the Transaction is Rmb581.37 million (approximately S\$119 million) which is the net asset value of TJZX, and is arrived at on a willing-buyer and willing-seller basis after arms-length negotiations. The consideration will be set-off against an equivalent amount of GICL’s debt to TJZX by way of a novation of debt to HXJH as set out in the Agreement.

TJZX, which principal activity was that of a property developer, had completed and sold all the units in its residential development project in Tianjin, the People’s Republic of China. The Transaction will allow GICL to expeditiously exit from TJZX instead of placing TJZX through the process of a voluntary liquidation.

The Transaction is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the GuocoLand Group for the financial year ending 30 June 2018.

None of the Directors or controlling shareholders of GuocoLand has any interest, direct or indirect, in the Transaction.

BY ORDER OF THE BOARD

MARY GOH SWON PING
Group Company Secretary

7 December 2017