



DAPAI INTERNATIONAL HOLDINGS CO. LTD.
(the "COMPANY")
Company Registration No.: 41211

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Introduction

Pursuant to Listing Rule 1313(2), the Company wishes to provide the following quarterly update on the Company and its subsidiaries (collectively the "Group").

Update on Financial Performance and Position

The Group registered an unaudited net profit of approximately RMB0.3 million for the period ended 31 March 2014 ("1Q 14"). Group's cash and bank balances as of 31 March 2014 stood at RMB28.2 million. The Group still has unutilized banking facilities of approximately RMB151.0 million with its principal bankers.

Details of the Group's unaudited financial results are contained in the Company's announcement on 6 May 2014 to the Singapore Exchange Securities Trading Limited.

Future Direction

The Group remains focused on the core business and expects the improved performance to continue and contribute positively to the financial performance for the year, barring any unforeseen circumstance.

The Group will continue to step up sales performance, and its efforts in streamlining operating efficiencies to return the business to profitability.

Save as previously disclosed, no material development that may have a significant impact on the financial position of the Group has occurred since the last update.

By Order of the Board

Chen Xizhong
Executive Chairman

6 May 2014