

DEBAO PROPERTY DEVELOPMENT LTD.
(Incorporated in Singapore on 16 August 2007)
(Registration Number: 200715053Z)

ESTABLISHMENT OF SUBSIDIARIES

Debao Property Development Ltd. (the “**Company**”) is pleased to announce that its wholly-owned subsidiary, Foshan Nanhai Shunmao Public Utilities Engineering Co., Ltd. has incorporated two (2) subsidiaries in Foshan City, Guangdong Province, People’s Republic of China on 4 April 2014, with details as follows:

No.	Name of Subsidiary	Registered and Paid Up Capital	Shareholding Interest	Business Activities
1.	Foshan Nanhai Shichu Investment Co., Ltd.(佛山市南海区世础投资有限公司)	RMB200,000	Foshan Nanhai holds 100% of the shareholding interest in Foshan Nanhai Shichu Investment Co., Ltd.(佛山市南海区世础投资有限公司)	Investment Holdings
2.	Foshan Nanhai Deqiang Trading Co., Ltd.(佛山市南海区德锵贸易有限公司)	RMB200,000	Foshan Nanhai holds 100% of the shareholding interest in Foshan Nanhai Deqiang Trading Co., Ltd.(佛山市南海区德锵贸易有限公司)	Sale of building materials, textile materials, raw materials, decoration materials, hardware, home and electronic appliances and non-ferrous metals.

The establishment of the two (2) subsidiaries as mentioned above were funded through the Company’s internal resources and is not expected to have any material impact on the working capital, earnings per share and the net tangible assets per share of the Company for the current financial year ending 31 December 2014.

To the best of the knowledge of the directors of the Company (the “**Directors**”), none of the Directors or substantial shareholders of the Company has any interest, direct or indirect in the establishment of the two (2) subsidiaries.

By order of the Board

Yuan Le Sheng
Executive Chairman and CEO
29 July 2014