



AF Global Limited

Company Registration No.197301118N
(Incorporated in the Republic of Singapore)

UPDATE ON THE PROPOSED DISPOSAL OF A 55 PER CENT. EQUITY INTEREST IN THE CAPITAL OF XUZHOU YINJIAN LUMCHANG REAL ESTATE DEVELOPMENT CO., LTD BY L.C. LOGISTICS PTE LTD, A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

The Board of Directors (the “**Board**”) of AF Global Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Announcement made by the Company on 8 June 2020 regarding the sale of an aggregate of 55 per cent. equity interest in Xuzhou Yinjian LumChang Real Estate Development Co., Ltd (the “**Announcement**”).

As set out in the Announcement, the completion of the Proposed Disposal is conditional upon the satisfaction of the Conditions Precedent set out in paragraph 3.2 of the Announcement. The Board wishes to announce that the Purchasers have failed to procure financing for the Aggregate Consideration as per the Conditions Precedent and the Proposed Disposal did not take place. The longstop date has expired and no further extension of time was agreed to by the parties to the Agreement. Despite the current situation, discussions with the JV Partner on the Proposed Disposal are still underway.

At the same time, the Company is seeking legal advice from its legal advisors and will, in consultation with its legal advisors, determine the means to enforce the Group’s legal rights as per the Agreement and take such steps as necessary in the best interest of the Group.

Legal enforcement in China is expected to take its due process and the Company will provide an update as and when there is any major development.

Shareholders are advised to exercise caution when dealing in the shares in the Company and to refrain from taking any action in respect of their shares in the Company which may be prejudicial to their interests.

All capitalised terms are defined in the Company’s Announcement.

BY ORDER OF THE BOARD

Lim Swee Ann
Company Secretary

12 November 2020