

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

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**NOTIFICATION OF INCLUSION OF THE WATCH-LIST DUE TO THE MINIMUM TRADING PRICE  
("MTP") ENTRY CRITERION WITH EFFECT FROM 5 JUNE 2018**

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The Board of Directors (the "**Board**") of Debao Property Development Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that, based on the review conducted by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 1 June 2018, as the Company has recorded a volume-weighted average price of less than S\$0.20 over the last 6 months from 1 December 2017 to 31 May 2018, the Company has been notified on 4 June 2018 by SGX-ST that it will be placed on the watch-list with effect from 5 June 2018 in accordance with Rule 1311(2) of the Listing Manual.

The Company would need to take steps to meet the requirements under Rule 1314 of the Listing Manual for its removal from the watch-list within 36 months from 5 June 2018, failing which SGX-ST may either remove the Company from the Official List or suspend trading in the Company's shares with a view to removing the Company from the Official List.

Rule 1314 of the Listing Manual states that an issuer on the watch-list may be removed from the watch-list if it satisfies any one of the following requirements, where applicable:-

(i) Financial Exit Criteria

The issuer records consolidated pre-tax profit for the most recently completed financial year (based on the latest full year consolidated audited accounts) and has an average daily market capitalisation of S\$40 million or more over the last 6 months.

(ii) MTP Exit Criterion

The issuer records a volume-weighted average price of at least S\$0.20 and an average daily market capitalisation of S\$40 million or more over the last 6 months.

Although the Company has been included on the watch-list, the Company would like to assure all its shareholders and business partners that the Group's business will continue as usual, and trading in its securities will also continue unless a trading halt or suspension is effected.

By Order of the Board

Zhong Yuzhao  
Executive Director and Chief Executive Officer  
4 June 2018