

PAVILLON HOLDINGS LTD.
(Company Registration No. 199905141N)

SIGNING OF JOINT VENTURE AGREEMENT

The Board of Directors of Pavillon Holdings Ltd. (the "**Company**") wishes to announce that the Company has entered into a joint venture agreement with Beijing State Research Interoperability Communication Technology Co., Ltd. (北京国研互通通信技术有限公司) ("**BSRICT**") ("**JV Agreement**"), pursuant to which the Company and BSRICT will set up a joint venture company in the People's Republic of China tentatively to be named as State Research Pavillon Financial Leasing Co., Ltd. (国研兰亭融资租赁有限公司) ("**SRPFL**"). BSRICT is wholly-owned (directly and indirectly) by State Research Information Technology Co., Ltd. which is a subsidiary of the State Council Development Research Center of the People's Republic of China Government.

Under the JV Agreement, the Company and BSRICT will each hold 50% of the equity interest in SRPFL respectively. The principal activities of SRPFL will be carrying on the businesses of financial leasing, leasing, purchase of leased assets from home and abroad, disposal and maintenance of the property and consultancy of leasing transactions. Upon incorporation of SRPFL, it will become a 50% owned subsidiary of the Company.

The Company's contribution towards the incorporation cost of SRPFL will be funded through a combination of internal and external sources and is expected to have positive impact on the consolidated net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2015.

None of the Company's Directors or Controlling Shareholders or Substantial Shareholder of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Dr John Chen Seow Phun
Executive Chairman

6 April 2015