

RESPONSE TO QUERIES FROM SGX-ST ON THE COMPANY'S ANNOUNCEMENT DATED 11 APRIL 2019

The Board of Directors (the “**Board**”) of China Jishan Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”), would like to provide the following information in response to the queries from the SGX-ST in respect of the Company's annual report for the financial year ended 31 December 2018 (the “**Annual Report**”), which was announced on 11 April 2019:

SGX query

Rules 715 and 716 require an issuer to engage a suitable auditing firm for its significant subsidiaries and associated companies and Rule 717 requires disclosure of the names of the auditing firm(s) appointed for each of its significant subsidiaries and associated companies. We note that the Company only disclosed the name of the auditors for the consolidated accounts of the Group. In this regard, please disclose the names of the statutory auditors of each of the significant subsidiaries and associated companies.

The Company's response to query

The Company's two principal subsidiaries, Zhejiang Jishan Printing and Dyeing Co., Ltd and Yue Sheng Real Estate Property Development Co., Ltd, have been audited by Moore Stephens LLP, Singapore for the financial year ended 31 December 2018 in accordance with Singapore Standards on Auditing (the “**SSA**”). It is not a requirement under the SSA to issue a separate audit opinion report for each of the principal subsidiaries, for the purpose of forming an audit opinion for the consolidated financial statements of the Group.

The Annual Report does not disclose the name of the auditors for its associated company (as listed on page 69 of the Annual Report) as the associated company is not considered a “significant” associated company based on Rule 718, as the investment in the associated company of RMB 28.7 million represents only 15.9% of the Group's consolidated net tangible assets and its share of pre-tax profit of RMB1.4 million (share of profit after tax : RMB1.1 million) represents only 8.8% of the Group's consolidated profit before tax for the financial year ended 2018, both of which is less than 20%. Rule 718 provides that a subsidiary or associated company is considered significant only if its net tangible assets represent 20% or more of the issuer's consolidated net tangible assets, or its pre-tax profits account for 20% or more of the issuer's consolidated pre-tax profits.

BY ORDER OF THE BOARD

Xiao Ziliang
Executive Director/ Chief Executive Officer
25 April 2019