

SUSPENSION OF TRADING

The Board of Directors ("**Board**") refers to the following:

- (1) the announcement made by the Company on 7 May 2014, in relation to the notification issued by SGX-ST on 6 May 2014 ("**Notification of Delisting**") to notify the Company that SGX-ST will proceed to delist the Company pursuant to Rule 1315 of the Listing Manual of the SGX-ST ("**Delisting**"); and
- (2) the joint announcement made by the Company and the Apple Cove Limited ("**Offeror**") on 9 May 2014 that in connection with the Delisting and pursuant to Rules 1306 and 1309 of the Listing Manual of the SGX-ST, the Offeror has presented to the Directors a revised formal proposal ("**Proposal**") to make an exit offer in cash ("**Exit Offer**"), to acquire all the issued ordinary shares in the capital of the Company ("**Shares**"), other than those Shares already held, directly or indirectly, by the Offeror and parties acting in concert with it as at the date of the Exit Offer.

As announced by the Company on 7 May 2014, pursuant to the Notification of Delisting, trading in the Company's securities will continue until 5.00 pm on 5 June 2014 and trading in the Company's securities will be suspended from 9.00 am on 6 June 2014 until the completion of the Exit Offer.

Further details on the Exit Offer will be set out in an exit offer letter ("**Exit Offer Letter**") to be issued by the Offeror to the Shareholders containing, inter alia, the terms of the Exit Offer and the relevant acceptance forms. The Exit Offer Letter and Company's Letter to Shareholders will be despatched in due course.

Shareholders and investors are advised to exercise caution when dealing in the Company's shares. Shareholders and investors who are in doubt about the foregoing should consult their stockbroker, bank manager, solicitor or other professional adviser.

BY ORDER OF THE BOARD
CHINA POWERPLUS LIMITED

Danny Oh Beng Teck
Independent Director
5 June 2014