

STARLAND HOLDINGS LIMITED
(Company Registration Number: 201131382E)
(Incorporated in the Republic of Singapore)

UPDATE ON EXTENSION OF TIME TO MEET FREE FLOAT REQUIREMENT

The Board of Directors (the "**Board**") of Starland Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Company's announcements dated 25 May 2016, 3 June 2016 and 16 June 2016 relating to the extension of time to meet the free float requirement in order to comply with Rule 723 of Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the "**Catalist Rules**").

As stated in the Company's announcement dated 16 June 2016, in connection with the proposed acquisition of the entire equity interest in Ayondo Holding AG ("**Ayondo**") by the Company, certain vendors of shares in Ayondo and their parties acting in concert (the "**Concerted Group**") intended to seek a whitewash waiver from the Securities Industry Council ("**SIC**") from the requirement under Rule 14 of the Singapore Code on Take-overs and Mergers ("**Code**") as usually done in a reverse takeover transaction ("**RTO**").

As a preliminary step, the Concerted Group proceeded to seek the SIC's clarification regarding the presumption of concerted party under the Code arising from the pre-existing business relationship amongst the Concerted Group and the need to obtain a whitewash waiver under the circumstances. In light of a presumption of concerted party group, the Concerted Group will collectively hold more than 30% and less than 50% of the post-RTO total issued shares of the Company based on the post-RTO shareholding structure. As such, the Concerted Group will only incur the obligation to make a general offer if any of the parties (or together) in the Concerted Group acquires in any period of 6 months additional shares in the Company carrying more than 1% of the voting rights. In light of the circumstances, the Concerted Group has decided not to seek a whitewash waiver application after weighing the costs and benefits involved in obtaining a whitewash waiver.

In light of the aforesaid development, GRP Limited ("**GRP**"), being the ultimate holding company of the Company intends to proceed to effect the dividend in specie of the Company's shares held by GRP Chongqing Land Pte. Ltd. (being a wholly-owned indirect subsidiary of GRP) to the shareholders of GRP. This is to enable the Company to fulfil the free float requirement in order to comply with Rule 723 of Catalist Rules and resume the trading of its shares on Catalist, as previously disclosed in the Company's announcement dated 25 May 2016.

The Board will announce the date on which the Company's shares will resume trading on Catalist in due course, following the completion of the distribution of the dividend in specie.

BY ORDER OF THE BOARD

Peng Peck Yen
Executive Director
23 September 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy,

completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact persons for the Sponsor are Mr Alvin Soh, Head of Catalist Operations, Senior Vice President, and Mr Augustine Cheong, Assistant Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.