POSSIBLE OFFER ANNOUNCEMENT
by

SAC CAPITAL PRIVATE LIMITED
(Company Registration No. 200401542N)
(Incorporated in the Republic of Singapore)

for and on behalf of

IDEAL HOMES INTERNATIONAL LIMITED
(Company Registration No. 2278786)
(Incorporated in Hong Kong)

to acquire all the issued and paid-up ordinary shares in the capital of

HTL INTERNATIONAL HOLDINGS LIMITED
(Company Registration No. 198904162H)
(Incorporated in the Republic of Singapore)

BY WAY OF A PROPOSED SCHEME OF ARRANGEMENT

ANNOUNCEMENT

ANNOUNCEMENTS ON SHANGHAI STOCK EXCHANGE

1. INTRODUCTION

SAC Capital Private Limited refers to the announcement dated 7 January 2016 (the "**Possible Offer Announcement**") pursuant to which it was announced for and on behalf of Ideal Homes International Limited (the "**Offeror**"), a wholly owned subsidiary of Guangdong Yihua Timber Industry Co., Ltd. ("**Yihua Timber**", and together with its subsidiaries, the "**Yihua Group**") that, subject to the completion of a due diligence exercise and fulfilment or waiver of the Pre-Conditions, the Offeror intends to enter into the Scheme Implementation Agreement to acquire all the issued and paid-up ordinary shares (excluding treasury shares but including shares issued and paid-up upon valid exercise of Share Options in the capital of HTL (the "**Shares**") by way of a scheme of arrangement (the "**Proposed Scheme**"), pursuant to Section 210 of the Companies Act (Chapter 50) of Singapore (the "**Companies Act**") and the Singapore Code on Take-overs and Mergers (the "**Code**") (the "**Proposed Acquisition**").

All capitalised terms used and not defined herein shall have the same meanings as ascribed to them in the Possible Offer Announcement.

2. ANNOUNCEMENTS ON SHANGHAI STOCK EXCHANGE

Pursuant to queries from the Shanghai Stock Exchange ("**SSE**"), Yihua Timber has, on 21 January 2016, released on the website of the SSE its responses to SSE's queries on the proposal in relation to the Proposed Acquisition as submitted to the SSE (the "**SSE Announcements**").

Shareholders should refer to the SSE Announcements released by Yihua Timber available on the website of the SSE:
http://www.sse.com.cn/assortment/stock/list/info/announcement/index.shtml?productId=600978.

3. CAUTIONARY STATEMENT

This announcement should not be construed as an announcement of a firm intention by Yihua Timber or the Offeror to make an offer to the Shareholders for their Shares in HTL. As the Proposed Acquisition and Proposed Scheme are subject to regulatory approvals and conditions precedent being fulfilled, there is no assurance that the Proposed Scheme and hence the Proposed Acquisition will be successfully completed.

Shareholders and investors must exercise caution when dealing in the Shares of HTL and to refrain from taking any action in respect of their investment in HTL without seeking prior professional advice.

4. DIRECTOR'S RESPONSIBILITY STATEMENT

The sole director of the Offeror has taken all reasonable care to ensure that the facts stated and all opinions expressed in this announcement are fair and accurate, that no material facts have been omitted from this announcement, and that he accepts responsibility accordingly. Where any information has been extracted from published or otherwise publicly available sources, the sole responsibility of the director of the Offeror has been to ensure that such information has been accurately and correctly extracted from such sources and/or reproduced in this announcement in its proper form and context.

Issued by
SAC CAPITAL PRIVATE LIMITED

For and on behalf of
IDEAL HOMES INTERNATIONAL LIMITED
25 January 2016

Forward-Looking Statements

All statements other than statements of historical facts included in this announcement are or may be forward-looking statements. Forward-looking statements include but are not limited to those using words such as "seek", "expect", "anticipate", "estimate", "believe", "intend", "project", "plan", "strategy", "forecast" and similar expressions or future or conditional verbs such as "will", "would", "shall", "should", "could", "may" and "might". These statements reflect Yihua Timber's or the Offeror's current expectations, beliefs, hopes, intentions or strategies regarding the future and assumptions in light of currently available information. Such forward-looking statements are not guarantees of future performance or events and involve known and unknown risks and uncertainties. Accordingly, actual results may differ materially from those described in such forward-looking statements. Shareholders and investors should not place undue reliance on such forward-looking statements, and neither Yihua Timber, the Offeror nor SAC Capital undertakes any obligation to update publicly or revise any forward-looking statements.

Any queries relating to this announcement should be directed during office hours to:

Mr. Huong Wei Beng / Ms. Chow You Yah
Partner / Manager

SAC Capital Private Limited
1 Robinson Road
#21-02 AIA Tower
Singapore 048542
Tel: +65 6221 5590
Fax: +65 6221 5597