

**CHINA JISHAN HOLDINGS LIMITED**  
 (Company Registration No. 200310591E)  
 (Incorporated in the Republic of Singapore)

**RESPONSE TO QUESTIONS RECEIVED FOR ANNUAL GENERAL MEETING (“AGM”) FOR THE  
 FINANCIAL YEAR ENDED 31 DECEMBER 2019 TO BE HELD ON 26 JUNE 2020**

The Board of Directors (“**Board**”) of China Jishan Holdings Limited (“**Company**”, and together with its subsidiaries, the “**Group**”) refers to its announcement on 8 June 2020 on the alternative arrangements for the AGM, and in particular to the invitation to shareholders to submit questions relating to the business of the AGM in advance of the AGM.

The Company has received questions from one shareholder and would like to thank the shareholder for the same. The Company’s responses to the questions received that are substantial and relevant to the AGM resolutions and the business of the Company are set out below.

No.	Question	Response
1.	The corporate loan of RMB60m and the individual loan of RMB150m expired on November 2019 and March 2020 respectively. The Company seems to have difficulties securing the necessary finance to replace these two loans which have very high interest rates even after almost half a year since the corporate loan had expired. Can the Company explain why this is so? Have the Company considered other financing options, especially because there will be further need for capital as the company advanced their plans to develop the 7 plots of land.	<p>The Group is currently under the observation of major PRC banks arising from the Company’s previous record of being unable to renew the bank loans at the relevant time, as the land assets owned by the Group located in Kebei Industrial Area, Shaoxing City were frozen by the court due to the court case involving Shanghai Jintumu Real Estate Co., Ltd. During the observation period, the banks are unable to process new bank loans.</p> <p>We are in the midst of discussions with the banks to obtain fresh loans. Meanwhile, Mr Jin Guan Liang, the major shareholder and a director of the Company, has personally advanced to the Group, an amount of RMB60.0 million in June 2020 to repay the loan from Shaoxing County Keqiao Huijin Small Loan Co., Ltd. (绍兴柯桥汇金小额贷款股份有限公司). The said advance is interest free and is repayable on demand.</p>
2.	Regarding the 7 plots of land located in the Kebei Industrial Area, Shaoxing City, at which stage of development are we at? Do we have the necessary expertise and capital to see through this development? Has the Company considered jointly developing this asset with partner/partners with the required expertise and financial resources? This will greatly alleviate the current tight financial situation which the Company is in.	We have completed the initial preparation stage of the project development. The Group will develop the project on its own, and has hired suitably qualified and experienced professionals in property development management from one of the Top 10 property developers in China to manage the project. There will be capital requirement for property development and we will evaluate all potential sources of capital.
3.	While it is pleasing to note that the current valuation of the assets have increased from RMB1597m to RMB2040m, it is worrying to see that cheaper financing options are not available	We are currently in the midst of discussions with banks to obtain fresh loans. We will continue to monitor our balance sheet carefully, and will repay the high-interest individual

	despite having such prized assets. I really hope that the Company can take action to strengthen the balance sheet instead of seeking to continue with the two loans with very high interest rates. On hindsight, the distribution of dividends last year certainly did more damage than good.	lender's loan once the fresh bank loans are obtained.
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**BY ORDER OF THE BOARD**

Xiao Ziliang  
Executive Director/ Chief Executive Officer

25 June 2020