CACOLA FURNITURE INTERNATIONAL LIMITED
(Incorporated in the Cayman Islands)
Company Registration No. 179492

THE PROPOSED ISSUE OF UP TO 902,734,645 NEW ORDINARY SHARES IN THE CAPITAL OF CACOLA FURNITURE INTERNATIONAL LIMITED AS REPAYMENT OF THE TOTAL DEBT OF S$4,062,306

RESPONSE TO QUERIES

The Board of Directors (the "**Board**") of Cacola Furniture International Limited (the "**Company**") refers to the announcement made by the Company on 18 April 2016 (the "**Announcement**") in relation to the Settlement Agreement (as defined in the Announcement) entered into the Creditors (as defined in the Announcement). The Singapore Exchange Securities Trading Limited ("**SGX-ST**") has on 19 April 2016 made some queries with regards to the Announcement and the Company's corresponding answers are set out below :

SGX-ST'S QUERY 1

Confirmation that the Company will comply with the Minimum Trading Price ("MTP") requirement.

Company's response

The Company will comply with the MTP requirement.

SGX-ST'S QUERY 2

Proposed course of action to be taken to comply with MTP requirement.

Company's response

The Company intends to carry out a share consolidation exercise to comply with the MTP requirement. However, any such share consolidation exercise will be done after completion of the allotment and issuance of the Settlement Shares (as defined in the Announcement) or after the Long-Stop Date (as defined in the Announcement) if the necessary approvals or waivers for the allotment and issuance of the Settlement Shares are not obtained.

SGX-ST'S QUERY 3

Confirmation that the creditors have been fully informed of the MTP requirements that the Company must comply with and the consequences if it fails to meet the MTP requirements.

Company's response

The creditors are fully informed of the MTP requirements that the Company must comply with and the consequences if it fails to meet the MTP requirements.

BY ORDER OF THE BOARD

ZHOU MIN ZONG
CHIEF EXECUTIVE OFFICER
20 April 2016