



(Company Registration No. 200415164G)
(Incorporated in Singapore)
(the "Company")

**INCORPORATION OF SUBSIDIARY –
KOP PROPERTIES OPERATION AND MANAGEMENT (SHANGHAI) CO., LTD.**

The Board of Directors (the "**Board**") of the Company together with its subsidiaries, (the "**Group**") wishes to announce that KOP Properties Shanghai Operation and Management Pte. Ltd. ("**KOPSOM**"), an indirect wholly-owned subsidiary of the Company has incorporated a 100% owned subsidiary company ("**Subsidiary**"). The details of the Subsidiary are as follows:-

Name of company	: KOP Properties Operation and Management (Shanghai) Co., Ltd. (皋朋商业管理咨询 (上海) 有限公司) (" KOPOMS ")
Place of incorporation	: People's Republic of China
Registered capital	: RMB1,000,000.00
Percentage of registered capital held by KOPSOM	: 100%
Principal activities	: Business operations management, hotel management, property management, exhibition and event services (except for hosting), sales and marketing planning (excluding advertising) and business information consulting

The incorporation of KOPOMS is funded through internal resources and is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 March 2016.

None of the Directors, controlling shareholders or substantial shareholder of the Company has any interest, direct or indirect, in the incorporation of KOPOMS, save for their shareholdings in the Company.

BY ORDER OF THE BOARD

Ong Chih Ching
Executive Chairman and Executive Director
4 December 2015

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Hong Leong Finance 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 and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Tang Yeng Yuen, Vice President, Head of Corporate Finance, at 16 Raffles Quay, #40-01A Hong Leong Building, Singapore 048581, Telephone: (65) 6415 9886.