

IPCO INTERNATIONAL LIMITED

(Incorporated in Singapore)

(Company Registration Number: 199202747M)

INTERNAL RESTRUCTURING OF SUBSIDIARIES

The Board of Directors of Ipco International Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that as an internal restructuring exercise, the Company intends to transfer 9,000 ordinary shares fully paid, representing 90% of the issued share capital of Sino Gas Holdings Pte. Limited (“**Sino Gas**”), a subsidiary of the Company, to Hubei Zhong Lian Huan Investment & Management Co., Ltd (“**Hubei**”), an indirect subsidiary of the Company, for a cash consideration of S\$9,000.00 (“**Internal Restructuring**”).

Consequent to the Internal Restructuring, Sino Gas will become an indirect subsidiary of the Company, being 90% held by Hubei. Hubei is 78.75% held by China Environmental Energy Protection Investment Limited, a wholly-owned subsidiary of Excellent Empire Limited, which is in turn a wholly-owned subsidiary of the Company.

The purpose of the Internal Restructuring is to streamline the Group’s investment activities as Sino Gas currently a dormant company.

The Internal Restructuring is not expected to have any material impact on the net tangible assets per share and earning per shares of the Group for the current financial year ending 30 April 2017.

None of the Directors or substantial shareholders of the Company (other than in their capacity as directors of the Company) has any interest, direct or indirect, in the Internal Restructuring.

ON BEHALF OF THE BOARD

Carlson Clark Smith

Executive Director and Chief Financial Officer

16 May 2016