LONGCHEER HOLDINGS LIMITED
(Incorporated in Bermuda)
(Company Registration No. 35673)

CLARIFICATION ANNOUNCEMENT ON THE NEWS ARTICLE PUBLISHED IN THE EDGE SINGAPORE

The Board of Directors of Longcheer Holdings Limited (the "**Company**") refers to the announcement released by the Company on 12 June 2015 ("**Announcement**") and a news article published by The Edge Singapore on 26 October 2015 titled "Pacific Star still bullish on Iskandar Malaysia" ("**Article**").

Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to them in the Announcement.

In the Article it was stated that the Company has "agreed to acquire Pacific Star's 51% stake in Twin Prosperity Group and its subsidiaries", and that "the deal is expected to be concluded by Dec 31". The Company is of the view that this is incorrect and misleading.

The Company wishes to clarify that the Board is still in discussion with Pacific Star Development Pte. Ltd. on the Proposed Acquisition and has not made any decision in this regard. As disclosed in the Announcement, the MOU executed on 12 June 2015 is not intended to be legally binding between the Parties (save for certain provisions as stated in the Announcement which includes confidentiality and exclusivity) and is subject to the Parties entering into a Definitive Agreement on or prior to 31 December 2015 or such later date as the parties may agree, based on reasonable endeavours. The Board will make the necessary disclosure of any developments by way of announcements as and when appropriate.

Shareholders and other investors are reminded to exercise caution when dealing with the Company's securities. In the event that Shareholders and other investors are in doubt when dealing in the Company's securities, they should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD
LONGCHEER HOLDINGS LIMITED

Dr Du Junhong
Executive Chairman
27 October 2015