

CHINA JISHAN HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

(Company registration no.: 200310591E)

LEGAL CLAIM

The Board of Directors (the “**Board**”) of China Jishan Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to refer to the announcements of the Company dated 28 December 2016, 6 April 2017 and 11 October 2017 (the “**Prior Announcements**”) and would like to provide further updates below.

Unless otherwise defined herein, all capitalised terms used but not defined herein shall have the same meanings ascribed to them in the Previous Announcements.

The Board wishes to update shareholders of the Company (“**Shareholders**”) that a legal claim has been filed by the Purchaser against Jishan P&D, Guarantor#1 and the Target in the Higher People’s Court (the “**Higher Court**”) of Zhejiang Province, the People’s Republic of China (the “**Legal Claim**”).

Pursuant to the Legal Claim, the Purchaser is claiming (i) the withdrawal of the Supplemental Agreement; (ii) the continued performance of the Agreement; and (iii) RMB485,973 for costs incurred as at 28 September 2017, for certain breaches alleged to have been committed by Jishan P&D.

In addition, the Purchaser has obtained an order from the Higher Court to freeze the following assets by way of an injunction:

- (i) 100% of equity interest in the Target held by Jishan P&D; and
- (ii) The Seven Land Use Rights (for a total amount of up to RMB780million)

The Company is in the process of seeking legal advice on this matter, and will vigorously defend the Legal Claim and seek to unfreeze the assets. The Company would like to emphasize that it has, in the course of its dealings with the Purchaser, complied with all relevant requirements under the SGX Listing Rules and applicable law for the important purpose of safeguarding the interest of Shareholders. The Board will keep Shareholders updated on any material developments.

Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors should exercise caution when dealing in the shares of the Company. When in doubt as to the action they should take, shareholders and potential investors should consult their legal, financial, tax or other advisers.

By Order of the Board

Xiao Ziliang
Executive Director/ Chief Executive Officer
1 November 2017