

DEBAO PROPERTY DEVELOPMENT LTD.
(Incorporated in Singapore on 16 August 2007)
(Registration Number: 200715053Z)

REPLY TO QUERY REGARDING TRADING ACTIVITY

The Board of Directors (the “**Board**”) of Debao Property Development Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the queries from the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 29 May 2015 regarding the unusual price movements in the Company’s shares on 29 May 2015 and wishes to respond to the queries as follows:

Question 1: Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples. - If yes, the information shall be announced immediately.

The Company wishes to inform its shareholders that it is undergoing internal restructuring and it will provide information on the internal restructuring via announcements in due course.

Question 2: Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumors or reports.

The Company is not aware of any other possible explanation for the trading.

Question 3: Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

The Company confirms that it is in compliance with the Listing Rules and, in particular, Mainboard Rule 703.

By order of the Board

Yuan Le Sheng
Executive Chairman and CEO

30 May 2015