

**CHIWAYLAND INTERNATIONAL LIMITED
(FORMERLY KNOWN AS R H ENERGY LTD.)**

Registration No. 200610437K

(Incorporated in Singapore)

REPURCHASE OF EQUITY INTEREST OF SHANGHAI TONGRUI

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings and construction as ascribed to them in the circular to shareholders dated 10 June 2014 in relation to, inter-alia, the proposed acquisition of the Company by R H Energy Ltd (the “Circular”)

The Board of Directors (the “**Board**”) of Chiwayland International Limited (“the **Company**” and together with its subsidiaries, the “**Chiwayland Group**”) refers to Page A-209 to A-216 of the Circular in relation to the type 2 trust financing agreement dated 5 July 2013 between Suzhou Chiwayland Group Co., Ltd (“**Suzhou Chiwayland**”), Chiway Holding Group Co., Ltd. (“**Chiway Holding**”), Shanghai Tongrui Investment Consulting Co., Ltd. (“**Shanghai Tongrui**”), Xuzhou Chiway Construction Co., Ltd (“**Xuzhou Chiway**”) and Shanghai Aijian Trust Co., Ltd (“**Shanghai Aijian**”) (the “**Shanghai Aijian Trust Financing Agreement**”).

The Board wishes to announce that Suzhou Chiwayland has exercised its first right of refusal pursuant to the Shanghai Aijian Trust Financing Agreement, as (i) the performance benchmark specified under the Shanghai Aijian Trust Financing Agreement was not met; and (ii) Shanghai Aijian had notified its intention to not continue to participate as a shareholder of Shanghai Tongrui. Pursuant to the exercise of its first right of refusal, Suzhou Chiwayland had on 25 August 2014, fully repaid the remaining outstanding amount of RMB98 million in accordance with the formula and provisions as set out in the Shanghai Aijian Trust Financing Agreement.

Shanghai Aijian shall exit Shanghai Tongrui as a shareholder by way of transfer of its equity interest in Shanghai Tongrui to Suzhou Chiwayland. The parties are carrying out the necessary administrative and registration procedures with the relevant administration office of industry and commerce for the transfer of the 100% equity interest of Shanghai Tongrui from Shanghai Aijian to Suzhou Chiwayland (the “**Administrative Procedures**”).

Upon completion of the Administrative Procedures, Suzhou Chiwayland will hold the entire paid-up capital of Shanghai Tongrui and consequently, the 49% equity interest in Xuzhou Chiway. In addition, the security granted to Shanghai Aijian pursuant to the Shanghai Aijian Trust Financing Agreement will also be discharged. Shanghai Tongrui and Xuzhou Chiway will each become the wholly-owned subsidiary of the Chiwayland Group. Accordingly, the financial statements of Shanghai Tongrui and Xuzhou Chiway will then be consolidated in the Chiwayland Group’s consolidated financial statements.

The Company will update shareholders through announcements via SGXNET upon the completion of the Administrative Procedures.

By Orders of the Board of
CHIWAYLAND INTERNATIONAL LIMITED

QIAN JIANRONG
Executive Chairman and Chief Executive Officer
28 August 2014

UOB Kay Hian Private Limited Pte. Ltd. was the financial adviser to the Company for the acquisition of the entire issued and paid up share capital of Chiwayland Group (Singapore) Pte Ltd. (the “Financial Adviser”). The Financial Adviser assumes no responsibility for the contents of this announcement.