POSSIBLE OFFER ANNOUNCEMENT
by

SAC CAPITAL PRIVATE LIMITED
(Company Registration No. 200401542N)
(Incorporated in the Republic of Singapore)

for and on behalf of

IDEAL HOMES INTERNATIONAL LIMITED
(Company Registration No. 2278786)
(Incorporated in Hong Kong)

to acquire all the issued and paid-up ordinary shares in the capital of

HTL INTERNATIONAL HOLDINGS LIMITED
(Company Registration No. 198904162H)
(Incorporated in the Republic of Singapore)

BY WAY OF A PROPOSED SCHEME OF ARRANGEMENT

ANNOUNCEMENT

APPROVAL FROM THE DEPARTMENT OF COMMERCE OF GUANGDONG PROVINCE

1. INTRODUCTION

SAC Capital Private Limited refers to the announcement dated 7 January 2016 (the "**Possible Offer Announcement**") pursuant to which it was announced for and on behalf of Ideal Homes International Limited (the "**Offeror**"), a wholly owned subsidiary of Guangdong Yihua Timber Industry Co., Ltd. ("**Yihua Timber**", and together with its subsidiaries, the "**Yihua Group**") that, subject to the completion of a due diligence exercise and fulfilment or waiver of the Pre-Conditions, the Offeror intends to enter into the Scheme Implementation Agreement to acquire all the issued and paid-up ordinary shares (excluding treasury shares but including shares issued and paid-up upon valid exercise of Share Options) in the capital of HTL International Holdings Limited ("**HTL**") (the "**Shares**") by way of a scheme of arrangement (the "**Proposed Scheme**"), pursuant to Section 210 of the Companies Act (Chapter 50) of Singapore (the "**Companies Act**") and the Singapore Code on Take-overs and Mergers (the "**Code**") (the "**Proposed Acquisition**"), the announcement dated 25 January 2016 in relation to the announcements released by Yihua Timber on the website of the Shanghai Stock Exchange, the announcement dated 24 February 2016 (the "**Supplemental Agreement Announcement**") in relation to, *inter alia*, the execution of a supplemental agreement, the announcement dated 14 March 2016 in relation to the approval by shareholders of Yihua Timber for the Proposed Acquisition and the announcement dated 13 April 2016 in relation to the approval from the Development and Reform Commission of Guangdong Province.

All capitalised terms used and not defined herein shall have the same meanings as ascribed to them in the Possible Offer Announcement.

2. APPROVAL FROM THE DEPARTMENT OF COMMERCE OF GUANGDONG PROVINCE

As of the date of this announcement, Yihua Timber has obtained the Certificate of Outbound Investment(企业境外投资证书)(Jing Wai Tou Zi Zheng No. N4400201600334) issued by the Department of Commerce of Guangdong Province (the "**Certificate**"). Pursuant to the Certificate, the increment of the Offeror's share capital to USD200,000,000 by Yihua Timber is compliant with the relevant applicable laws of China. The Certificate shall be valid for two (2) years.

Shareholders of HTL should note that one (1) Pre-Condition has yet to be satisfied, as set out in paragraph 3 of the Supplemental Agreement Announcement. The firm intention to acquire all of the Shares will not be made unless and until the Pre-Conditions are satisfied or waived, no later than 31 July 2016 or such later date as the Offeror may determine in consultation with the SIC, and the signing of the Scheme Implementation Agreement subsequent to the receipt or waiver of the Pre-Conditions, which acquisition shall take place via the Proposed Scheme.

As the Proposed Acquisition and Proposed Scheme are subject to regulatory approvals and conditions precedent being fulfilled, there is no assurance that the Proposed Scheme and hence the Proposed Acquisition will be successfully completed.

Shareholders and investors must exercise caution when dealing in the Shares and to refrain from taking any action in respect of their investment in HTL without seeking prior professional advice.

3. ANNOUNCEMENT ON SHANGHAI STOCK EXCHANGE

This announcement is released in conjunction with the announcement released by Yihua Timber on the Shanghai Stock Exchange ("**SSE**"). Shareholders should refer to the website of the SSE for the announcements released by Yihua Timber: http://www.sse.com.cn/assortment/stock/list/info/announcement/index.shtml?productId=600978.

4. DIRECTOR'S RESPONSIBILITY STATEMENT

The sole director of the Offeror has taken all reasonable care to ensure that the facts stated and all opinions expressed in this announcement are fair and accurate, that no material facts have been omitted from this announcement, and that he accepts responsibility accordingly. Where any information has been extracted from published or otherwise publicly available sources, the sole responsibility of the director of the Offeror has been to ensure that such information has been accurately and correctly extracted from such sources and/or reproduced in this announcement in its proper form and context.

Issued by
SAC CAPITAL PRIVATE LIMITED

For and on behalf of
IDEAL HOMES INTERNATIONAL LIMITED
20 April 2016

Forward-Looking Statements

All statements other than statements of historical facts included in this announcement are or may be forward-looking statements. Forward-looking statements include but are not limited to those using words such as "seek", "expect", "anticipate", "estimate", "believe", "intend", "project", "plan", "strategy", "forecast" and similar expressions or future or conditional verbs such as "will", "would", "shall", "should", "could", "may" and "might". These statements reflect Yihua Timber's or the Offeror's current expectations, beliefs, hopes, intentions or strategies regarding the future and assumptions in light of currently available information. Such forward-looking statements are not guarantees of future performance or events and involve known and unknown risks and uncertainties. Accordingly, actual results may differ materially from those described in such forward-looking statements. Shareholders and investors should not place undue reliance on such forward-looking statements, and neither Yihua Timber, the Offeror nor SAC Capital undertakes any obligation to update publicly or revise any forward-looking statements.

Any queries relating to this announcement should be directed during office hours to:

Mr. Ong Hwee Li / Ms. Chow You Yah
CEO / Manager

SAC Capital Private Limited
1 Robinson Road
#21-02 AIA Tower
Singapore 048542
Tel: +65 6221 5590
Fax: +65 6221 5597