

CHINESE GLOBAL INVESTORS GROUP LTD.

(Company Registration No. 196600189D)
(Incorporated in the Republic of Singapore)

RECEIPT OF LETTER OF DEMAND

The Board of Directors (“**Board**” or “**Directors**”) of Chinese Global Investors Group Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”), refers to the previous announcements made by the Company on 23 July 2015, 16 October 2015 and 3 October 2016 (the “**Announcements**”). *Capitalised terms used herein, unless otherwise defined, shall bear the same meanings as ascribed to them in the Announcements.*

The Company wishes to announce that CGI HK has received a letter of demand dated 27 January 2017 (the “**Letter**”) from the lawyers acting for the Vendor, Integrated Services Group Limited, claiming a breach of the S&P Agreement dated 22nd July 2015 as amended by the Addendum (the “**Breach**”), for the Acquisition arising from the failure of CGI HK to pay to the Vendor the Balance consideration in accordance with the S&P Agreement as amended by the Addendum.

In the Letter, the Vendor stated, among others, that CGI HK had failed and/or refused to pay the sum of HK\$3,363,287.67 to the Vendor by 31st December 2016, and the Vendor wishes to exercise its right to terminate the S&P Agreement and demanded, among others, the transfer of the 55,000,000 shares in and all corporate records of Success Finance back to the Vendor, the payment to the Vendor damages to be assessed as a result of the breach (the “**Damages**”), as well as a duly executed deed of assignment to be re-assigned to the Vendor, the debt of HK\$2,271,596.04 due from Success Finance to the Company (or whatever amount due from Success Finance to CGI HK as of the date of the assignment), within 7 days from the date of the Letter, failing which legal action would be taken against CGI HK. In the Letter, the Damages are based on the Vendor’s purported claim of losses and damages exceeding HK\$2,000,000, hence the Vendors are also claiming that the Deposit of HK\$1,000,000 as previously paid by the Company pursuant to the S&P Agreement would not be returned to the Company.

In the meantime, the financial impact, if any, arising from the Damages and the Letter cannot yet be ascertained. The Company is seeking legal advice on the above matter and will keep its shareholders updated on material developments arising from the above.

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. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

BY ORDER OF THE BOARD

MR. U KENG TIN

Acting Chairman of the Board

13 February 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”) for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Joseph Au, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.