



SOUTHERN PACKAGING GROUP LIMITED

(Company Registration No.: 200313312N)

(Incorporated in the Republic of Singapore on 30 December 2003)

UPDATE ON THE GROUP'S BUSINESS OPERATIONS DUE TO NOVEL CORONAVIRUS PNEUMONIA

The Board of Directors (the "**Board**") of Southern Packaging Group Limited (the "**Company**", together with its subsidiaries, the "**Group**") wishes to provide an update to shareholders of the Group's production following the outbreak of the COVID-19.

The Group has received approvals from the respective local authorities to resume business operations of its factories located in Guangdong and Jiangsu. The factories located in Nanhai and Gaoming, Guangdong, People's Republic of China ("**PRC**") have resumed production on 2 February 2020 and 5 February 2020 respectively, and the factory located in Jiangsu, PRC has resumed production on 10 February 2020.

However, as a large portion of our workers come from neighbouring provinces of the factories, they are not able to return to the factories at the moment due to the stringent health regulation and the government control over the movement of people. As a result, the factories could not expect to resume full production in a near future.

The Board will provide updates on any material developments as soon as practicable.

BY ORDER OF THE BOARD

PAN SHUN MING

Executive Chairman and Chief Executive Officer

13 February 2020