ZHONGMIN BAIHUI RETAIL GROUP LTD.
(Incorporated in the Republic of Singapore)
(Registration No. 200411929C)

INCORPORATION OF SUBSIDIARIES – ZHANGZHOU ZHONGMIN BAIHUI BUSINESS SERVICE CO., LTD. 漳州市中闽百汇商务服务有限公司 AND ZHANGZHOU ZHONGMIN BAIHUI SUPERMARKET CO., LTD. 漳州市中闽百汇超市有限公司

The Board of Directors of Zhongmin Baihui Retail Group Ltd. (the "Company" and together with its subsidiary, the "Group") (the "Board") wishes to announce that the Company has incorporated two wholly-owned subsidiaries, Zhangzhou Zhongmin Baihui Business Service Co., Ltd. 漳州市中闽百汇商务服务有限公司("Zhangzhou ZMBH Business Service") and Zhangzhou Zhongmin Baihui Supermarket Co., Ltd. 漳州市中闽百汇超市有限公司 ("Zhangzhou ZMBH Supermarket") in Zhangzhou City, Fujian province, the People's Republic of China on 8 March 2019, with the registered share capital of RMB8,000,000 and RMB6,000,000 respectively. Zhangzhou ZMBH Supermarket has been set up for the purpose of operating the supermarket area of a new department store in Zhangzhou. Zhangzhou ZMBH Business Service has been set up for the purpose of operating the area of the new department store other than the supermarket area.

The new department store comprises four floors with an aggregate gross floor area of approximately 15,200 square meters. Barring unforeseen circumstances, the new department store, including its supermarket, is expected to be fully operational in 2019.

The transaction will be funded through the internal resources and bank borrowings (if necessary) of the Group and is not expected to have any material financial effect on the earnings per share and net tangible assets per share of the Group for the financial year ending 31 December 2019.

None of the Directors or controlling shareholders of the Company, as well as their respective associates, has any interest, direct or indirect, in the abovementioned transaction (other than through their interests in the shares of the Company).

By Order of the Board

Lee Swee Keng
Executive Chairman

11 March 2019