

CEDAR STRATEGIC HOLDINGS LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 198003839Z)

RESUMPTION OF TRADING OF SHARES

All capitalised terms used and not defined herein shall bear the same meanings ascribed to them in the Company's announcement titled "Release of the Special Audit Report by the Special Auditor" released on 24 November 2015 (Announcement Reference No.: SG151124OTHRXTTY), unless the context otherwise requires.

The Board of Directors ("**Board**") of Cedar Strategic Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the Singapore Exchange Securities Trading Limited ("**SGX-ST**") had on 18 March 2016 issued a letter (the "**Response Letter**") in relation to the Company's application for the resumption of trading in the Company's shares (the "**Resumption Application**").

1. In the Response Letter, SGX-ST noted that the Company has:
 - (a) completed the special audit to review and/or ascertain the accounts and transactions of the Group and whether there are any irregularities in the accounts and transactions of the Group for FY2013 and FY2014 (the "**Special Audit**") and announced the findings on 24 November 2015, followed by the engagement of Drew & Napier LLP as its legal advisor to follow up on the Special Audit findings;
 - (b) completed its statutory audit for the Group's finances for the financial year ended 31 December 2014, which includes quantification of financial impact arising from, *inter alia*, the loss of the Company's subsidiaries in the People's Republic of China and the lack of operations in Futura Asset Holdings Pte Ltd;
 - (c) held its Annual General Meeting on 15 December 2015 where all resolutions as proposed in the Company's notice dated 30 November 2015 were passed;
 - (d) a new Board, management team and acquisition of Huizhou Daya Bay Mei Tai Cheng Property Development Co., Limited with a view to focus on property investment and development for the Group;
 - (e) appointed Baker Tilly Consultancy (Singapore) Pte Ltd ("**Baker Tilly**") to perform an internal audit review, which Baker Tilly has opined that the current state of the internal control environment as general satisfactory; and
 - (f) announced its full year unaudited results for the financial year ended 31 December 2015.
2. The SGX-ST has no further comments on the Company's Resumption Application, taking into account the abovementioned and subject to the disclosure of the following via a SGXNET announcement to be released simultaneously when the Company requests for the lifting of the trading suspension, as well as submission of undertakings stated in paragraph 3 of this announcement:
 - (a) Confirmation from the Board and the Company's sponsor (the "**Sponsor**") on the adequacy of internal controls in addressing financial, operations and compliance risks;
 - (b) Confirmation from the Board that the issues raised by the Special Auditor in the Special Audit Report would not have any material impact on the Company's business and financial position going forward;
 - (c) Confirmation from the Board and the Sponsor on the sufficiency of the Company's working capital for the next 12 months from the date of trading resumption;

- (d) Confirmation from the Board and the Sponsor that the Company and the Group would be able to continue to operate as a going concern; and
 - (e) Confirmation by the Board that sufficient information has been disseminated to the market to ensure fair and orderly trading in the Company's shares upon lifting of the trading suspension.
3. The Company is required to submit the following to the Sponsor:
- (a) an undertaking from the Board to ensure that the Company announces via SGXNET any significant developments on the status of the matters set out in the Special Audit Report;
 - (b) an undertaking from the Board to further strengthen and enhance the Company's internal controls, including necessary steps to monitor the Company's custodian of legal representative seal;
 - (c) an undertaking from the Board to comply with the Rules and Regulations applicable to listed companies;
 - (d) an undertaking from the Audit Committee to commission an internal auditor to review adequacy and effectiveness of the Group's internal controls on an annual basis, including review of policy adherence; and
 - (e) undertakings from the Audit and Nominating & Corporate Governance Committees to regularly review the Company's finance department to ensure that the department is staffed with sufficient resources with the relevant expertise and experience to meet the Company's needs.

Shareholders are to note that the SGX-ST reserves the right to amend and/or vary the above decision and such decision is subject to changes in SGX-ST's policies.

The Board will update the shareholders accordingly at the appropriate time for the matters mentioned above, including when the Company requests for the lifting of the trading suspension, and the appropriate announcements will be made.

By Order of the Board

Christopher Chong Meng Tak
Non-Executive Chairman

21 March 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the relevant rules of the SGX-ST. The Company's Sponsor has not independently verified the contents of this announcement.

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

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