



SINOPIPE HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 200411382N)

RESPONSE TO QUERY FROM SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST") ON THE COMPANY'S ANNOUNCEMENT IN RELATION TO THE UPDATE ON SUSPENSION OF TRADING MADE ON 30 APRIL 2018

In response to the Singapore Exchange Securities Trading Limited ("**SGX-ST**") query on 17 May 2018, the Board of Directors (the "**Board**") of Sinopipe Holdings Limited (the "**Company**") wishes to provide the following update in relation to the Company's announcement on Update on Suspension of Trading made on 30 April 2018 ("**Announcement**").

SGX-ST's query:

We refer to Sinopipe Holdings Limited (the "**Company**") announcement of its update on suspension of trading ("**Announcement**"):

1. It was announced that the Company had received USD790,000, approximately half of the consideration of the Proposed Disposal ("**Consideration**") from the Purchaser, and that the Company expects to receive the remaining balance within the week of 30 April 2018.

Please provide an update on the status of the receipt of Consideration remaining balance.

Company's response:

Subsequent to the receipt of Consideration of USD790,000, the Company had received a further payment of USD296,798 from the Purchaser. As of today, a total sum of USD1,086,798 which is approximately RMB 6.85 million of the total Consideration of RMB 10.00 million had been received from the Purchaser.

The Purchaser has been arranging to transfer the remaining balance of the Consideration of RMB3.15 million (the "**Remaining Consideration**") to the Company. The Purchaser had advised that the Remaining Consideration is required by the State of Administration of Foreign Exchange of the People's Republic of China to be transferred to the other Vendors of the Proposed Disposal, namely, Best Connect Resources Limited, Eagle Super Associates Limited and One Sea Development Ltd (Collectively, the "**BVI Vendors**") which do not have any bank account. The Management of the Company (the "**Management**") had approached the Company's banker, HL Bank Ltd, Singapore Branch ("**HL Bank**") for the opening of bank account with HL Bank for the BVI Vendors to receive the Remaining Consideration. The Management will work with the Compliance Department of HL Bank for the clearance of bank account opening with the bank. Once the clearance is given and the bank accounts are opened for the BVI Vendors, the Purchaser will transfer the Remaining Consideration to the BVI Vendors' bank accounts. The BVI Vendors will then transfer the Remaining Consideration to the bank account of the Company.

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The Company will update the shareholders of the status of above arrangement in due course.

Trading of the shares in the Company has remained suspended since 2 April 2012.

BY ORDER OF THE BOARD

Mr Wang Sen
Non-Executive Chairman

18 May 2018