

PAVILLON HOLDINGS LTD.

(Company Registration No. 199905141N)

**CAPITAL INJECTION INTO JOINT VENTURE COMPANY - STATE RESEARCH
PAVILLON FINANCIAL LEASING CO., LTD. (国研兰亭融资租赁有限公司)**

The Board of Directors of Pavillon Holdings Ltd. ("**Company**") wishes to announce that the Company and its joint venture partner, Beijing State Research Interoperability Communication Technology Co., Ltd. have injected the following amount as issued and paid-up share capital into its Joint Venture Company, State Research Pavillon Financial Leasing Co., Ltd. (国研兰亭融资租赁有限公司):-

	Amount (USD)
Beijing State Research Interoperability Communication Technology Co., Ltd.	3,000,000 (representing 50% shareholdings)
the Company	3,000,000 (representing 50% shareholdings)
Total Capital Injection	6,000,000

The Company's Capital Injection was funded through the proceeds from placement exercise completed on 19 March 2014.

The Capital Injection is not expected to have any material impact on the consolidated net tangible assets per share and consolidated earnings per share of the Company for the current financial year ending 31 December 2016.

None of the Directors or Substantial Shareholders of the Company has any interest, direct or indirect, in the Capital Injection.

By Order of the Board

Dr John Chen Seow Phun
Executive Chairman

Date: 13 January 2016