
ENTRY INTO PROJECT MANAGEMENT AND CONSTRUCTION AGREEMENT

CIMB Bank Berhad, Singapore branch was the financial adviser to the Company for the acquisition of the entire issued and paid up share capital of Regal International Holdings Pte. Ltd. (the "Financial Adviser"). The Financial Adviser (i) assumes no responsibility for; and (ii) does not endorse, the contents of this announcement (or any matter contemplated herein).

The Board of Directors of Regal International Group Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") is pleased to inform shareholders that its wholly owned subsidiary, Harbour Venture Sdn Bhd ("Harbour Venture") has entered into a project management cum construction agreement on 21 January 2016 ("**Agreement**") with an independent third party.

The Agreement relates to the development and construction of 66 units of 3-storey shophouses, 4 units of 5-storey shophouses, 1 unit of single storey drive through fast-food restaurant, 1 unit of petrol filling station, 10 units of 3 storey showroom cum office, 64 units of 4-storey apartment, 32 units of 4-storey apartment flat, and 1 unit of single storey supermarket (the "**Project**") of land located at Sungai Baloi, Tengan Bintulu (the "**Land**"). The Land spans a total area of 21.644 acres. Pursuant to the Agreement, Harbour Venture shall serve as the project manager and contractor for the Land, while the independent third party shall serve as the developer of the Project. The Project has an estimated gross development value (GDV) of over RM \$100 million, over a 3 to 4 years development timeline.

The Agreement is expected to contribute positively to the earnings per share and the net tangible assets of the Company for the financial year ending 31 December 2016.

None of the Directors and/or substantial shareholders or persons connected to the Directors or substantial shareholders of the Company has any interest, whether direct or indirect, in the Agreement, save for their respective shareholdings in the Company.

The Company will make such further announcements of material updates as may be necessary and/or appropriate.

Cautionary Statement

Shareholders and potential investors of the Company are hereby reminded to exercise caution when dealing in the securities of the Company. In particular, shareholders and investors of the Company are reminded that there is no assurance that any business activities or transactions mentioned in this announcement will materialise. Persons who are in doubt to the action they should take should consult their stockbrokers, bank managers, solicitors or other professional advisors.

By Order of the Board

Su Chung Jye
Executive Chairman and Chief Executive Officer
21 January 2016