



SINGHAIYI GROUP LTD.

(Company Registration No. 198803164K)
(Incorporated in the Republic of Singapore)

CLARIFICATION ANNOUNCEMENT

In response to the queries from The Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 17 September 2018 regarding the announcement of SingHaiyi Group Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) made on 12 September 2018 in relation to Bulk Sale of Vietnam Town Phase II Units (“**Announcement**”), the Board of Directors (“**Board**”) of the Company wishes to provide the following clarifications:

SGX-ST’s Queries:

1. What are the reason(s) for the termination of the Prior Purchase Agreement?
2. What is the impact of the termination of the Prior Purchase Agreement (which was for the bulk sale of the Company’s entire Vietnam Town Phase II units for a cash consideration of US\$95.3million) on the Company’s financial statements for the year ending 31 March 2019?

Clarifications from the Company:

1. The reason for the termination of the Prior Purchase Agreement is that the Buyer had failed to timely close the Escrow under the Prior Purchase Agreement due to the lack of resources.
2. With reference to the Announcement, the Seller had collected a sum of U\$7.5 million non-refundable deposits from the Buyer according to the terms and conditions of the Prior Purchase Agreement as of the date of the Announcement. Subsequently, the Seller has agreed to treat up to US\$1.5 million from the Prior Purchase Agreement Deposits delivered to Seller as deposits for entering the New Agreement to acquire 34 commercial condominium units. Hence, the Company is entitled to US\$6.0 million from the termination of the Prior Purchase Agreement, which will be recognised as other income on the Company’s financial statements for the period ending 30 September 2018.

BY ORDER OF THE BOARD

Celine Tang
Group Managing Director
21 September 2018