

UPDATE ON THE RECEIPT OF WRIT OF SUMMONS

Unless otherwise defined or the context otherwise requires, all terms used herein shall have the same meaning as defined in the Company's announcement dated 11 July 2018 (the "Announcement").

The board of directors (the "**Board**") of Sinjia Land Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Announcement in relation to the Writ of Summons issued by the High Court of the Republic of Singapore taken out by Powen Engineering Pte Ltd ("**Powen**") and served on the Company's subsidiary, Sinjia RTE Solutions Pte Ltd ("**Sinjia RTE**") (a 51% owned subsidiary of the Company).

Further to the Announcement, the Board wishes to inform that subsequent to the issuance of the Writ of Summons to the date of this announcement, there has been no further action taken by Powen and no letter of demand has been issued by Powen to Sinjia RTE.

On 20 August 2018, the Company issued a Statutory Demand to Sinjia RTE for repayment of shareholder loans of approximately S\$3.3 million extended by the Company to Sinjia RTE and Sinjia RTE had to pay the demanded sums or to secure or compound it to the Company's reasonable satisfaction by 10 September 2018 (being three weeks from the date of issuance of the Statutory Demand). As no payment was made by Sinjia RTE by the stipulated deadline, the Company proceeded to file in court to wind up Sinjia RTE and subsequently, the Company obtained the Court Order for winding up of Sinjia RTE on 23 November 2018. As such Sinjia RTE is in the midst of the liquidation process as at the date of this announcement.

The liquidation of Sinjia RTE had a material adverse impact on the financial performance and financial position of the Group for the financial year ended 31 December 2018 as the Group would have to record net loss arising from the liquidation. However, at the Company's level, the liquidation of Sinjia RTE does not have a material adverse impact on the Company's financial performance and financial position for the financial year ended 31 December 2018 as the Company had fully written off its investment in Sinjia RTE and the shareholder loans to Sinjia RTE in prior financial years.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the Company's shares ("Shares"). When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company's securities

The Board confirms that to their best knowledge, all material disclosures, facts and information have been provided and announced and are not aware of any facts, information or disclosures, the omission of which would make any statement in this announcement or disclosures misleading.

By Order of the Board

Cheong Weixiong
Executive Director and Group Chief Executive Officer
22 February 2019

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange 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.

*The contact person for the Sponsor is Mr Liao H.K.
Telephone number: 6221 0271*