

NOTIFICATION OF LEGAL PROCEEDINGS

*Unless otherwise defined or the context otherwise requires, all terms used herein shall have the same meaning as defined in the announcement dated 16 August 2019, 28 August 2019 and 1 November 2019 (“**Previous Announcements**”).*

1. INTRODUCTION

The board of directors (“**Board**” or “**Directors**”) of Sinjia Land Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Previous Announcements in connection with the Proposed Disposal. The Company wishes to announce that it has been notified by its North Dakota legal advisors on 24 February 2020 that the Company, through its registered agents, National Registered Agents, Inc., had on 12 February 2020 been validly served with a complaint from the Purchaser, Trinity Investments LLC (“**Complaint**”). The Complaint was filed in the District Court for the State of North Dakota, County of Cass, East Central Judicial District, against the Company to seek, amongst others, specific performance of the Agreement.

2. THE COMPLAINT

As previously announced, completion of the Proposed Disposal was expected to take place on or before 31 October 2019. However, due to *inter-alia*, amongst other factors which are not within the Company’s control, the time taken for the negotiation of variation to the terms of the Agreement including an extension to the completion date, completion of the Proposed Disposal did not occur on or before 31 October 2019.

The Purchaser had on 12 February 2020 served the Complaint on the Company to, amongst other things, compel specific performance of the Agreement.

As advised by its North Dakota legal advisors, the Company has until 4 March 2020 to respond to the Complaint under North Dakota law. Failure to do so would result in the risk of default judgment being entered against the Company.

As at the date of this announcement, the Company is in active negotiations and discussions with the Purchaser for, amongst others, an extension of the completion date with the mutual intention of completing the Proposed Disposal under the Agreement on materially the same terms with a view to avoiding legal proceedings. In this regard, the Company still intends to convene an EGM to seek the approval of Shareholders for the Proposed Disposal and will be despatching a circular to Shareholders in due course.

3. OTHER INFORMATION

The Company is contemporaneously seeking legal advice from its legal advisors and will, in consultation with its legal advisors, take such steps as necessary to defend the Complaint. At

this juncture, the financial impact, if any, arising from the Complaint cannot yet be determined as the amount claimed under the Complaint has not been quantified at this stage.

The Company will provide updates on material developments on, *inter-alia*, this matter and EGM as necessary or appropriate.

Shareholders and potential investors are advised to carefully read this announcement and any further announcements made by the Company. Shareholders are also advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Cheong Weixiong
Executive Director and Group Chief Executive Officer
27 February 2020

*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., in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited ("**Exchange**") Listing Manual Section B: Rules of Catalist for compliance with the relevant rules of the 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.

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