



ENTRY INTO DEVELOPMENT RIGHTS 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**") refers to the circular issued by the Company dated 24 September 2014 relating to, amongst others, the proposed acquisition of the entire issued share capital of Regal International Holdings Pte. Ltd. (the "**Circular**"). Capitalized terms not defined herein shall have the meanings as ascribed to them in the Circular.

In Section B6.7 of the Circular titled "*Joint Development Process*", the background description and rationale for the usage of Development Rights Arrangements had been set out. In addition, it was stated in Section B6.7 of the Circular that moving forward, the Company will make an announcement of every Development Rights Agreement that is entered into and such announcement will contain the salient terms of the respective Development Rights Agreement.

The Company wishes to announce that Arena Wiramaju Sdn Bhd ("**Arena**"), a subsidiary of the Company, has entered into a Development Rights Agreement ("**DA**") on 10 November 2016 with the owner of Lots 1043, 1044 and 1045, Block 10 Matang Land District, situated at Jalan Matang Batu Kawa Kuching, Sarawak, Malaysia comprising a total area of 13,974 square metres (the "**said Lands**").

The DA is a conditional DA wholly contingent on Arena being able to secure the specific approvals to have the said Lands developed into apartments, together with securing all the necessary approvals, licenses and permits from the relevant government and regulatory authorities by Arena. In connection with the DA, an irrevocable power of attorney has been granted by the owner of the said Lands to Arena to authorize Arena to exercise such rights of a land owner as are necessary for the development of the said Lands, including the right to make all necessary applications to the relevant authorities for the various approvals required to develop the said Lands.

The DA is not expected have a material impact on 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 DA.

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

By Order of the Board

Su Chung Jye
Executive Chairman and Chief Executive Officer
10 November 2016