



ENTRY INTO DEVELOPMENT AGREEMENT

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**”). Capitalised terms not defined herein shall have the same 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 Agreement (“**DA**”) on 7 April 2017 with the owner of Lot 20 Block 11 Matang Land District, situated at Sungai Moyan, Batu Kawa Kuching, Sarawak, Malaysia comprising an area of 3.606 hectares (the “**said Land**”).

Under the DA, the said Land will be developed, erected and completed as a mixed development, subject to Arena securing all the necessary approvals, licenses and permits from the relevant government and regulatory authorities. In connection with the DA in respect of the said Land, an irrevocable power of attorney has been granted by the owner of the said Land to Arena to authorize Arena to exercise such rights of a land owner as are necessary for the development of the said Land, including the right to make all necessary applications to the relevant authorities for the various approvals required to develop the said Land.

The DA is not expected have a material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 December 2017.

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, save for their respective shareholdings in the Company.

The Company will make further announcements of material updates in relation to the development of the said Land, as and when necessary and/or appropriate.

By Order of the Board

Su Chung Jye
Executive Chairman and Chief Executive Officer
7 April 2017