



INCORPORATION OF A SUBSIDIARY COMPANY – BENUA KENYALANG SDN. BHD.

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**") wishes to announce that its indirect wholly-owned subsidiary, Regal Lands Sdn. Bhd. ("**Regal Lands**") has incorporated a 75%-owned subsidiary on 24 June 2015.

Name of subsidiary	: Benua Kenyalang Sdn. Bhd. (" Benua Kenyalang ")
Issued and Paid-up capital	: RM100, comprising 100 shares of RM1.00 each, respectively
Authorised share capital	: RM400,000.00
Shareholders	: Regal Lands holds 75 shares in, representing 75% of the entire issued and paid-up share capital of, Benua Kenyalang. A third party unrelated to the Group, Syt Dimaju Sdn. Bhd. ("Syt Dimaju") holds 25 shares in, representing 25% of the entire issued and paid-up share capital of, Benua Kenyalang.
Principal Activities	: Benua Kenyalang is principally engaged in development and construction works in Malaysia.

Regal Lands and Syt Dimaju will contribute to the paid up share capital of Benua Kenyalang progressively to an aggregate of RM400,000 between July 2015 to December 2015 in proportion to their existing shareholding proportion.

The Group intends for Benua Kenyalang to undertake small scale development and construction projects in Malaysia which may not be economically feasible for the Group to undertake on its own due to the small scale of such projects. The Group believes that such small scale support for its main operations will help the Group remain competitive in the volatile development and construction industry.

The incorporation of Benua Kenyalang and the Capital Commitment by Regal Lands is funded by internal resources and is not expected to have any material impact on the consolidated net tangible assets per share or earnings per share of the Company for the financial year ending 31 December 2015.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect in the above transaction.

By Order of the Board

Su Chung Jye
Executive Chairman and Chief Executive Officer
25 June 2015