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## PROPOSED ACQUISITION OF WISMA MAJUNIAGA SDN BHD – RECEIPT OF APPROVAL-IN-PRINCIPLE

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The Board of Directors (the “**Board**” or the “**Directors**”) of Regal International Group Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 21 July 2017 (the “**Announcement**”) in relation to the proposed acquisition of the entire issued and paid up share capital of Wisma Majuniaga Sdn Bhd (the “**Target**”) by the Company’s wholly-owned subsidiary, Temasek Regal Capital Sdn Bhd (the “**Purchaser**”) from Twin Revenue Sdn Bhd (the “**Vendor**”) (the “**Acquisition**”). Capitalised terms not defined herein shall have the same meanings as ascribed to them in the Announcement.

The Board is pleased to announce that the Company has on 5 October 2017, received the approval in-principle (the “**AIP**”) from the SGX-ST in respect of the listing and quotation of up to 24,803,192 Consideration Shares, subject to:

- (a) the Company’s compliance with the SGX-ST’s listing requirements; and
- (b) Announcement of the 6-month moratorium on the Consideration Shares and full details of the sharing of revenue and costs with the Vendor for the development of the Project Land.

The AIP is not to be taken as an indication of the merits of the Acquisition, the Consideration Shares, the Company and/or its subsidiaries.

It was disclosed in the Announcement that the Target has acquired, by way of a project joint-development agreement (the “**JDA**”) with the Vendor, the rights to develop, construct and complete the buildings to be built on parcels of land totaling approximately 1.35 hectares in the Samarahan District in Sarawak, Malaysia (the “**Project Land**”) with a total of 515 units comprising of two blocks of residential/retail units (the “**Project**”).

The Company wishes to provide details in relation to the JDA. Under the JDA, the said Project Land will be developed, erected and completed as a mixed development, subject to the Target securing all the necessary approvals, licenses and permits from the relevant government and regulatory authorities. In connection with the JDA in respect of the said Project Land, a full power of attorney has been granted by the owner of the said Project Land, i.e. the Vendor to the Target to authorize the Target to exercise such rights of a land owner as are necessary for the development of the said Project Land, including the right to make all necessary applications to the relevant authorities for the various approvals required to develop the said Project Land and the right to sell the constructed properties. The consideration to the Vendor under the JDA is in form of provision of sub-divided units upon completion of the project.

Under the JDA, the Vendor will be entitled to approximately 5% of the residential units constructed on the Project Land as a consideration for the development rights granted by the Vendor to the Target. The Target will retain the remaining units constructed on the Project Land.

The Consideration Shares are subject to a 6-months moratorium upon issuance of such Consideration Shares.

By Order of the Board

Su Chung Jye  
Executive Chairman and Chief Executive Officer  
5 October 2017