



ENTRY INTO PROJECT MANAGEMENT AND CONSTRUCTION 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**") is pleased to inform shareholders that its wholly owned subsidiary, Kenyalang Avenue Sdn Bhd ("**Kenyalang Avenue**") has entered into a project management cum construction agreement on 21 July 2016 ("**Agreement**") with an independent third party.

The Agreement relates to the development and construction of 31 units of detached houses, 10 units of semi-detached houses, 19 units of terrace houses and 21 units of low-cost terrace houses at the land located at Kampong Rampangi, Kuching, which spans an approximate area of 4.103 hectares (described as Lot 47 Block 9 Salak Land District). Pursuant to the Agreement, Kenyalang Avenue shall serve as the project manager and contractor for the Land, while the independent third party shall serve as the developer of the Project.

The Agreement 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 Agreement.

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
21 July 2016