
SUPPLEMENTAL AGREEMENT RELATING TO AN EXISTING 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 the circular issued by the Company and 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 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.

This announcement pertains to an existing Development Rights Agreement (the "**Batu Kawa DA**") relating to land situated 3 ½ Mile, Batu Kawa Road, Kuching, Sarawak, Malaysia comprising a total area of approximately 5,666.0 square metres (the "**Batu Kawa Land**"). The Batu Kawa DA had been already in effect at the time of the issue of the Circular. Under the Batu Kawa DA, the Batu Kawa Land will be developed into shophouses.

The Company wishes to announce that Regal Advantage Sdn Bhd ("**Regal**"), a wholly-owned subsidiary of the Company, has entered into a supplemental agreement (the "**Supplemental DA**") in respect of the Batu Kawa DA with the owners of the Batu Kawa Land on 7 December 2015.

The Consideration to Landowners will be reflected in the financial accounts of the Group in accordance with the accounting treatments described in Section B6.7 of the Circular.

The Supplement DA 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.

By Order of the Board

Su Chung Jye
Executive Chairman and Chief Executive Officer
8 December 2015