Eucon Holding Limited

REG NO: 200107762R

TRANSFER OF FUNDS TO FUND ESTABLISHED IN CHINA (TIANJIN) PILOT FREE TRADE ZONE

*Unless otherwise defined, all capitalised terms and references used herein shall bear the same meanings ascribed to the Company's circular dated 27 September 2016 (the "**Circular**").*

The board of directors ("**Board**") of Eucon Holding Limited (the "**Company**") refers to the announcement released on 12 October 2016 in relation to the completion of the Tranche 1 Subscription.

The Company has on 2 February 2016 entered into a limited partnership agreement ("**Limited Partnership Agreement**") with Precious Water Forest Capital Co., Ltd. (森淼丰润投资管理（北京）有限公司) ("**PWF Capital**"). Pursuant to the terms and conditions of the Limited Partnership Agreement:

(a) PWF Capital and the Company shall be the general partner and limited partner, respectively, of a fund established as a limited partnership under the laws and regulations of the PRC under the name of "星輝融汇(天津) 股權投資基金合伙企業(有限合伙)" in China (Tianjin) Pilot Free Trade Zone (天津自贸试验区) (the "**Tianjin Fund**");

(b) The Tianjin Fund shall serve as an investment vehicle of the Company for purposes of future acquisitions of any assets in and/or beyond China;

(c) Any investment decisions made by the Tianjin Fund will require approval from the majority of the investment committee comprising 5 members, of which the Company shall be entitled to appoint (i) three members of the investment committee; and (ii) any one of the three as the chairperson of the investment committee;

(d) Any amendments to the terms and conditions of the Limited Partnership Agreement shall require the written approval of the Company.

The Board wishes to announce that the Company has on 25 October 2016 transferred S$30 million (from the Tranche 1 Subscription Amount of S$45 million) to the Tianjin Fund. For the avoidance of doubt, the Board wishes to highlight that the transfer of funds to the Tianjin Fund does not constitute an acquisition or use of the Tranche 1 Subscription Amount. The Board will comply and will procure that the Tianjin Fund complies with the SGX-ST's conditions set out in Section 2 of the Circular, in particular Section 2(d), that "*the Company shall consult with the SGX-ST on any acquisitions entered into in the next 12 months following completion of the Proposed Subscription*".

By Order of the Board
Eucon Holding Limited

Ji Zenghe
Executive Chairman and Chief Executive Officer
25 October 2016