

YING LI INTERNATIONAL REAL ESTATE LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199106356W)

LOAN AND OPTION AGREEMENT

USE OF PROCEEDS AND REPAYMENT OF LOAN

Unless otherwise defined, all the terms used or referred to in this announcement have the meanings assigned to them in the announcement posted by the Company on 26 February 2009 in relation to the Loan and Option Agreement (the "**Previous Announcement**").

As announced on 15 September 2009, 16 September 2009 and 22 September 2009, the Lender has exercised the Option to subscribe for 10,000,000, 5,000,000 and 5,000,000 New Option Shares from the Company respectively for the consideration of S\$5,580,000, being the aggregate exercise price of S\$0.279 for each New Option Share (the "**Proceeds**").

The Board of Directors of the Company wishes to announce that the Company has today applied all of the Proceeds to repay the outstanding amount arising from the Loan, which is in accordance with the intended use of such Proceeds as disclosed in the Previous Announcement. Accordingly, there is no longer any outstanding amount owed by the Company to the Lender in respect of the Loan.

By Order of the Board
Xie Xin
Director
15 October 2009