

YING LI INTERNATIONAL REAL ESTATE LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 199106356W)

PRIVATE PLACEMENT OF 107,143,000 NEW ORDINARY SHARES (THE “PLACEMENT SHARES”) IN THE CAPITAL OF YING LI INTERNATIONAL REAL ESTATE LIMITED (THE “COMPANY”) AT S\$0.28 FOR EACH PLACEMENT SHARE (THE “PLACEMENT”)

USE OF PROCEEDS

Unless otherwise defined, all terms used or referred to in this announcement have the meanings assigned to them in the announcement posted by the Company on 26 August 2009 in relation to the Placement (the “**Previous Announcement**”).

The Directors is pleased to announce that the Company has utilised the net proceeds of S\$28.7 million raised from the Placement (the “**Proceeds**”) as part of the final payment for the Da Ping landbank acquisition.

It was disclosed in the Previous Announcement, that the Proceeds would be used for the development of the International Financial Centre (the “**IFC**”), repayment of bank loans and as general working capital.

Since then the following developments have taken place:

- a. Our PRC bankers have confirmed the whole of the development amount required for the IFC development, no monies are required further for the IFC Project;
- b. OCBC has exercise options and the monies from such options is sufficient to repay the bank loans;
- c. The residual monies that would have gone to working capital would have been modest.

The Directors are of the opinion that it would be in the interest of shareholders to change the application of the Proceeds and apply the Proceeds towards the acquisition of the Da Ping Project Landbank, notwithstanding that this constitutes a material change to its intended use as previously disclosed.

By Order of the Board
Xie Xin
Director
5 April 2010