



(Company Registration No. 191200018G)

(Incorporated in Singapore)

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## PROPOSED DEVELOPMENT OF THE NEXT PHASE OF SHANGHAI OLYMPIC GARDEN HELD BY SHANGHAI OLYMPIC GARDEN PROPERTY DEVELOPMENT CO., LTD.

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United Engineers Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce the proposed development of the next phase of the development project (“**Shanghai Olympic Garden**”) located at Jiuting town, Songjiang District, Shanghai held by Shanghai Olympic Garden Property Development Co., Ltd. (“**SOG**”). The Company’s shareholding interest in SOG is held indirectly through Shenyang Huaxin International Realty Co., Ltd (“**SHIR**”) which has a shareholding interest of approximately 45.05% in SOG. SHIR is wholly owned by the Company’s subsidiary, WBL Corporation Limited, which the Company has a shareholding interest of approximately 67.6%.

The total land area of Shanghai Olympic Garden is approximately 524,082 sqm. Between 2003 and 2013, SOG developed and sold several phases of Shanghai Olympic Garden (Phases 1 to 3.1 and Phase 3.3) with a total land area of approximately 490,611 sqm and a total gross floor area of approximately 625,919 sqm. The remaining undeveloped land area is approximately 33,471 sqm (the “**Site**”). SOG had been unable to commence development of the Site because of ongoing resettlement negotiations with 44 farmer households which had been occupying the Site. The tenure of the Site is 70 years from 2005.

The Group is pleased to announce that SOG has successfully completed the resettlement of all the farmer households and it intends to commence development of the Site (“**Phase 3.2**”). Phase 3.2 is expected to comprise 517 units of low-rise apartments with a total saleable gross floor area of approximately 52,889 sqm. The gross development value is expected to amount to approximately RMB3 billion. Construction is expected to commence in second half of 2018 and is expected to be completed by end of 2021.

The Group expects the completion of Phase 3.2, the sale of the low rise apartments and the handover of the properties to contribute positively to the earnings of the Group in future.

None of the Directors or controlling shareholders of the Company has any interest, directly or indirectly, in the above transaction, other than through their shareholding interests in the Company and WBL Corporation Limited.

By Order of the Board of  
**United Engineers Limited**

Tan Chee Keong Roy  
Group Managing Director and Non-Independent and Executive Director

29 March 2018