



13<sup>th</sup> August 2015

Company Announcements Office  
ASX Limited

## **Progress Update on the Haikou Free Trade Zone Project**

### **Construction and Fit Out Update**

Haikou Peace Base Industry Development Co. Ltd ("HPB") is responsible for the construction and operation of the Haikou Project.

#### *Commercial and Administrative Centre*

As at 10<sup>th</sup> July 2015, the main construction of the Commercial and Administrative Centre has been completed. Waterproofing works are currently being performed on the roof.

#### *Factories*

As at 10<sup>th</sup> July 2015, the main construction and plastering of the outer walls of all Factories have been completed. Waterproofing works has been completed on Factory A. Erecting internal walls are currently in progress for Factory A. Waterproofing works are currently being performed on the roofs of Factory B and C.

#### *Bonded Warehouses*

As at 10<sup>th</sup> July 2015, the main construction of the Warehouses has been completed. Works on internal support structures is currently in progress for Warehouses A, B and C. Plastering of the outer walls of Warehouse D is currently underway.

#### *Exhibition Centre*

As at 10<sup>th</sup> July 2015, the main construction of the Exhibition Centre has been completed. Plastering of the basement walls is currently underway.

### **Lease Commitments**

HPB has signed lease agreements for 100% of the leasable area of the factories and exhibition centre. HPB has signed lease agreements for approximately 49% of the warehouse area available for lease. The remaining 51% of the area available for lease will be reconfigured into factory space and is currently under lease negotiations.

A summary of the approximate lease commitments in terms of area (m<sup>2</sup>) is shown on the following page.

### **Lease Commitments (continued)**

A summary of the approximate lease commitments is as follows:

Building	Approximate Total Built Up Area (m <sup>2</sup> )	Approximate Area of Lease Commitment Obtained (m <sup>2</sup> )	Approximate Area of Lease Under Negotiations (m <sup>2</sup> )
Commercial and Administrative Space	6,080 <sup>1</sup>	6,080 <sup>1</sup>	-
Factory Space	17,887	17,887	-
Warehouses	41,115	20,000	21,115 <sup>2</sup>
Exhibition Centre	22,083 <sup>3</sup>	22,083 <sup>3</sup>	-
<b>Total</b>	<b>87,165</b>	<b>66,050</b>	<b>21,115</b>

<sup>1</sup> This area will be utilised by HPB.

<sup>2</sup> 10,000m<sup>2</sup> will be reconfigured into factory space.

<sup>3</sup> 12,083m<sup>2</sup> will be utilised by HPB.

The Commercial and Administrative building and Factory A is targeted to be opening and available for use in October 2015. Fit out of the remainder of the buildings is anticipated to be completed by late December 2015.

Yours faithfully



Deborah Ho  
Company Secretary