

SINOCLOUD GROUP LIMITED
(Incorporated in Bermuda on 13 August 2003)
(Registration No. 34050)

**TERMINATION OF LETTER OF INTENT IN RELATION TO THE PROPOSED
ACQUISITION OF AN INTERNET DATA CENTRE IN LIAN YUN GANG, THE PRC**

The board of directors (the “**Board**”) of SinoCloud Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement on 17 May 2018 (the “**Announcement**”) on the letter of intent (the “**LOI**”) entered into on the same date by the Company’s subsidiary, Guiyang Zhongdian Gaoxin Digital Technologies Limited (贵阳中电高新数据科技有限公司) (“**Guiyang Zhongdian**”), with Zhongdian Zhiyun Holdings Limited (中电智云控股有限公司) (the “**Vendor**”). Unless otherwise defined, all capitalised terms used herein shall bear the same meaning as ascribed to them in the Announcement.

The Board wishes to announce that on 30 September 2018, Guiyang Zhongdian and the Vendor mutually agreed to terminate the LOI with immediate effect (the “**LOI Termination**”) as both parties had not reached an agreement on terms and conditions of the Proposed Acquisition.

As at the date of this announcement, the Deposit had been duly repaid by the Vendor, and accordingly, the Share Pledge had been released.

The LOI Termination is not expected to have any material impact on the net tangible assets and earnings per share of the Company and the Group for the current financial year ending 31 March 2019.

BY ORDER OF THE BOARD

Chan Andrew Wai Men
Chairman and Chief Executive Officer

2 October 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, ZICO Capital Pte. Ltd. (the “**Sponsor**”), for compliance with the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.