

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

UPDATE ON REPAYMENT OF CONVERTIBLE LOAN AND BINDING MEMORANDUM OF UNDERSTANDING

The board of directors (the “**Board**” or “**Directors**”) of SinoCloud Group Limited (the “**Company**”) refers to its announcement dated 15 June 2016 regarding the repayment of the convertible loan extended to Mr Lu Zhen Dong.

As a follow up announcement, the Board wishes to inform its Shareholders that it is currently negotiating the terms of the settlement agreement with Mr Lu Zhen Dong (the “**Settlement Agreement**”). The Company will update shareholders once the Settlement Agreement has been signed by the parties.

By Order of the Board

Chan Andrew Wai Men
Chairman and Chief Executive Officer

14 July 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor (“**Sponsor**”), SAC Advisors Private Limited (formerly known as Canaccord Genuity Singapore Pte. Ltd.), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”). 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.

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