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**VOLUNTARY ANNOUNCEMENT
SUBSCRIPTION OF 70% INTEREST IN
A COMPANY TO DEVELOP A CEMETERY
IN GREATER MEDAN OF THE REPUBLIC OF INDONESIA**

This announcement is made by Nirvana Asia Ltd (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis.

The board of directors of the Company (the “**Directors**”) is pleased to announce that on 2 September 2015, a wholly-owned subsidiary of the Company (the “**Subscriber Company**”) has entered into a share subscription agreement (the “**Agreement**”) with PT Nirvana Memorial Nusantara, a company incorporated under the laws of the Republic of Indonesia (“**Indonesia**”) (the “**Target Company**”), PT Bentara Bumi Morawa (the “**Promoter**”) and an independent third party who is the minority shareholder of the Target Company, pursuant to which, among others, the Target Company has agreed to allot and the Subscriber Company has agreed to subscribe 70.0% interest (“**Subscribed Shares**”) of the Target Company’s share capital, for the subscription consideration of 17.5 billion Indonesian Rupiah (“**IDR**”) (equivalent to approximately 1.3 million United States dollars (“**USD**”) (the “**Subscription Price**”). Upon completion of the Agreement (“**Completion**”), the Company, through its Subscriber Company, will hold 70.0% of the total share capital of the Target Company and the Promoter will hold the remaining 30.0%.

The Subscriber Company has entered into this business venture conditional upon the Target Company having entered into a Conditional Sale Purchase Agreement with the landowners to purchase 63 parcels of land all located at Desa Bingkawan, Kecamatan Sibolangit, Kabupaten Deli Serdang, Sumatera Utara, Indonesia measuring approximately 75.2 hectares in total (collectively referred to as the “**Project Land**”) for the consideration of IDR225 billion (equivalent to approximately USD16.2 million) (“**Land Cost**”) subject to the terms and conditions thereunder. The Land Cost will be funded by capital contribution of the shareholders of the Target Company in the total sum of IDR25 billion and shareholders’ loans to the Target Company proportionate to their respective capital contribution in the total sum of IDR200 billion.

Medan is Indonesia's third largest city, and the largest Indonesian city outside the island of Java. Greater Medan caters to a total population of approximately 4.1 million people. Much of the population lies outside the city limits, especially in Deli Serdang where the Project Land is located. Medan has an attractive market given its culturally rich Chinese population, and it having the largest Chinese community on Sumatra Island.

This business venture will be the Group's third green field cemetery in Indonesia following its first entrance to Karawang, Jakarta in 2003 and Tangerang, Jakarta in 2014, and will add another 75.2 hectares of land to the Group's land reserves. The Project Land is strategically located adjacent to the main road, approximately 25 kilometers away from the city of Medan. The Group targets to commence sales in early 2016.

Completion of the Agreement is conditional upon the fulfillment and satisfaction of certain conditions precedent which include, amongst others, conversion of the Project Land for cemetery use and obtaining the requisite regulatory and permits by the Target Company.

In the event the Completion is not achieved within the specified period, the Promoter has the obligation to purchase the Subscribed Shares from the Company in accordance with a specified formula under the Agreement. In addition, two independent third party individuals who are shareholders of the Promoter (the "**Guarantors**") have guaranteed ("**Guarantee**") the compliance of the Target Company and Promoter's obligations in this respect, which Guarantee was executed in favour of the Subscriber Company simultaneously with the Agreement.

The Subscription Price was determined after arms' length negotiations between the Subscriber Company and the Target Company on normal commercial terms after taking into account, among others, the size and location of the Project Land, population of the target market and the obligations of the Promoter to cause the Target Company to obtain the necessary regulatory approvals.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, the Target Company, the Promoter and the Guarantors are third parties independent of the Company and its connected persons.

As disclosed in the prospectus of the Company dated 4 December 2014 and the Company's announcement dated 26 August 2015, the Group is always pursuing opportunities to expand its business operations into new markets overseas including but not limited to Medan. As the Company is able to secure the Project Land through the Target Company, and the Promoter intends to cooperate on a long term basis with the Subscriber Company for the development of the Project in the populous country, the acquisition of interests in the Target Company presents an opportunity for the Group to expand its operations into Greater Medan. The Directors are of the view that the business ventures contemplated by the Project are not only consistent with the Group's overall strategy, but will also contribute to the continuous and organic growth of the Group's business.

Unless otherwise specified, amounts denominated in IDR have been translated, for the purpose of illustration only, into USD in this announcement at the following exchange rate IDR100: USD0.0071. No representation is made that any amounts in IDR were or could have been or could be converted into USD at such rate or any other exchange rates on such date or any other date.

By order of the Board
Nirvana Asia Ltd
Dato' Kong Hon Kong
Managing Director and Chief Executive Officer

Hong Kong, 4 September 2015

As at the date of this announcement, the executive Directors of the Company are Dato' Kong Hon Kong, Kong Yew Foong, Soo Wei Chian and Kong Yew Lian; the non-executive Directors of the Company are Dato' Fu Ah Kiow @ Oh (Fu) Soon Guan, Li Gabriel, Ang Teck Shang and Tse Po Shing Andy and the alternate Director to Tse Po Shing Andy is Barnes II, William Wesley; and the independent non-executive Directors of the Company are Tan Sri Chan Kong Choy, Ng Soon Lai @ Ng Siek Chuan, Foong Soo Hah and Anita Chew Cheng Im.