

**ENTRY INTO NON-BINDING HEADS OF AGREEMENT IN RELATION TO THE PROPOSED ACQUISITION OF 51% EQUITY INTEREST IN BEIJING IJOURNEY TECHNOLOGY DEVELOPMENT CO., LTD**

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The Board (the “**Board**”) of Directors (the “**Directors**”) of IPC Corporation Ltd (“**IPC**” or the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Company had, on 17<sup>th</sup> September 2017, entered into a non-binding heads of agreement (“**HOA**”) with Xinyuan (China) Real Estate Co., Ltd. (the “**Vendor**”), a subsidiary of Xinyuan Real Estate Co., Ltd., a company listed on the New York Stock Exchange, in relation to the proposed acquisition by the Company of 51% equity interest in Beijing iJourney Technology Development Co. Ltd (北京爱接力科技发展有限公司) (the “**Target Company**”) for an indicative purchase consideration of approximately USD5.1 million (“the “**Proposed Acquisition**”). It is envisaged that the consideration for the Proposed Acquisition will be satisfied through the issue of new shares in the capital of the Company at the issue price of S\$0.40 each.

Capitalising on artificial intelligence technology, the Target Company is devoted to the research, development and marketing of robots which serve the needs of families. It is the aspiration of the Target Company that its products will benefit the market of smart home and become an internet traffic portal to the next generation of the Internet of things. One of its products, the butler robot, has been launched throughout China and targets, amongst others, the educational needs of children, the healthcare needs of the elderly, and the connectivity of smart appliances.

Through the acquisition of the Target Company, the Group will be making its first foray into the artificial intelligence business. The Company will embark on its “One Belt One Net” initiative in the area of data centres, digital technologies and services. Such “One Belt One Net” initiatives will complement China’s “One Belt One Road” project.

The Proposed Acquisition is subject to, amongst others, the requisite regulatory approvals, Board approval and/or shareholders’ approval being obtained (if applicable), as well as due diligence being conducted on the Target Company. The parties will continue to negotiate in a commercially reasonable manner with a view to finalising and executing definitive agreement(s) with respect to the Proposed Acquisition within 30 days from the date of the HOA.

Shareholders should note that there is no certainty or assurance that definitive documents will be entered into in connection with the Proposed Acquisition, or that the Proposed Acquisition will materialise.

Shareholders are advised to refrain from taking any action in respect of their shares in the Company which may be prejudicial to their interests. Shareholders and potential investors are reminded to exercise caution when dealing or trading in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors if they are in doubt about the actions that they should take.

The Company will make further announcement(s) upon the execution of definitive documents and/or when there are material developments in respect of the Proposed Acquisition.

**On Behalf of the Board**

Ngiam Mia Hai Bernard  
Director  
18 September 2017