

22 February 2018

National Stock Exchange of Australia
1 Bligh Street, Sydney NSW 2000

Attn: Ingrid Wei, Market Surveillance Analyst

Dear Ingrid,

RE: NFM GROUP LIMITED ("NFM" or the "Company")

1. In regarding to Xianxia Town Project and VR Project, the Company did not sign any specific contract, and it was events of business visit to the project.

After the completion of the investment negotiation with the Japan PIA Corporation, the Company has not finalized any investment proposal with Japan PIA Corporation. The Company will announce when confirmation of the investment details by signing the contract.

2. Jiumao Technology (Beijing) Ltd is making a change in the shareholding structure and will make announcement after the change is completed

The new subsidiary, Chuangshi Zhihui (Beijing) Culture Development Ltd, has been established, but it has not yet in operation and has not have any business contract. Therefore, it has not made disclosure.

Chuangshi Zhihui (Beijing) Culture Development Ltd is a group-holding project company, which is the operation platform of "NAGA CITY" project. Its scope of business covered real estate construction, planning and design, property management, real estate agents, advisory services, investment and financing, incubators, investment promotion, building rental, ski resorts, tourism infrastructure development, construction, management, hotel management, business venues, performance brokerage services, entertainment industry investment, advertising design, production, release agents, exhibition services, municipal utilities infrastructure development and construction, commercial real estate investment, hotel construction investment and operation, cinema culture industry investment and management, investment and asset management, project investment culture, retail trade, conference and exhibition service, venue rental, large-scale activities organization planning services, corporate marketing planning, exhibition services, etc.

The Company's structure is:

Beijing News Focus Culture Development Co., Ltd. —— (51%)

Beijing Qunyiying Culture Communication Co., Ltd. —— (10%)

Culiangrenjia (Sanya) Catering Co., Ltd. —— (2%)

The investment of Panjin Hongyuan concrete products co., Ltd. —— (5%)

Li Zhuozhen —— (10%)



Wang Tongjun —— (11%)

Wang Weijian —— (11%).

3. Beijing News Focus cultural development co., LTD., had previously focused on water purification machine media business. The business had gradually slowing down since July 2017 with the new business focus on cultural tourism real estate business which was announced on 21 July 2017. As of February 1, 2018, with the progress on the new business, the Company has intention to stop the water purification machine media business, and focused fully on cultural tourism real estate business. We apologize we have not made clear in the previous announcement.
4. The Company is in the view that any project that does not have signed formal contract, and project company that has been formed without any operation would not be announced in detail.
5. The Company will carry out the listing rules 6.4 in earnest when any major events that have happened in the advanced stage, and signing any business contracts.
6. The Company will continue to conduct board and management meetings when the Company engages in any new business development in the advance stage to discuss disclosure matter, if there is any doubt in the process, the Company will seek advice from the Company's adviser or the Exchange.

Yours truly,
FOR NFM GROUP LIMITED



Mr. Zheng Bowen
Executive Director

