

LEY CHOON GROUP HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 198700318G)

USE OF PROCEEDS OF RIGHTS ISSUE

The Board of Directors (the “**Board**”) of Ley Choon Group Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcements dated 24 February 2017, 30 March 2017, 11 April 2017, 20 April 2017, 18 May 2017, 22 May 2017, 9 June 2017, 30 June 2017 and 21 September 2017 as well as the Offer Information Statement dated 20 April 2017 in relation to the Rights Issue and the announcement dated 13 November 2017 in relation to the Group’s unaudited financial statements for the second quarter ended 30 September 2017 (the “**2Q2018 Announcement**”). Unless otherwise defined, all capitalised terms shall bear the same meanings ascribed to them in the Offer Information Statement. Any reference to a time of day herein shall be a reference to Singapore time unless otherwise stated.

The Board wishes to update Shareholders on the use of the proceeds raised from the Rights Issue as set out below:

S/N	Use of Proceeds	Amount Allocated (S\$'000)	Amount Utilised as at 29 December 2017 (S\$'000)	Amount Remaining as at 29 December 2017 (S\$'000)
1	Offsetting the ZC Outstanding Loan	3,400	3,400	-
2	Funding new projects or investments when opportunities arise for business expansion	2,100	2,100	-
3	General working capital ⁽¹⁾	3,100	3,100	-
Total		8,600	8,600	-

Note:

(1) General working capital includes, *inter alia*, payment to suppliers and salary related expenses

The Board had last updated Shareholders on the use of proceeds of the Rights Issue as at 21 September 2017 through the announcement dated 21 September 2017 on the use of proceeds of the Rights Issue and the 2Q2018 Announcement. Since 21 September 2017, the Company had utilised approximately S\$587,000 from the net proceeds for funding new projects or investments for business expansion.

The above utilisation of the net proceeds raised from the Rights Issue is consistent with the intended use of net proceeds disclosed in the Offer Information Statement.

Subsequent to the aforementioned, as at the date of this announcement, 100% of the net proceeds of the Right Issue have been fully utilised.

BY ORDER OF THE BOARD

Toh Choo Huat
Executive Chairman and Chief Executive Officer

29 December 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "Sponsor"), 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.

The details of the contact person for the Sponsor is:

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