LEY CHOON GROUP HOLDINGS LIMITED

(Formerly known as Ultro Technologies Limited)
(Incorporated in Singapore on 6 February 1987)
(Company Registration Number: 198700318G)

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FOR IMMEDIATE RELEASE

LEY CHOON ANNOUNCES PROPOSED ISSUE OF CONVERTIBLE INSTRUMENTS WORTH APPROXIMATELY S$15 MILLION

SINGAPORE – 23 December 2013 – Mainboard listed Ley Choon Group Holdings Limited (立堉集团控股有限公司) ("Ley Choon" or the "Company"), a leading homegrown one-stop Underground Utilities Infrastructure construction and maintenance service provider, announced that it has entered into a non-legally binding term sheet with The Islamic Bank of Asia Limited ("IB Asia") for the proposed issue of convertible instruments worth approximately S$15 million structured under the Shariah financing principle of Murabaha (the "Proposed Transaction").

Established in 2007 and headquartered in Singapore, IB Asia is a joint venture partnership between DBS Bank, one of the largest financial services groups in Asia, and prominent investors based in the Gulf Cooperation Council ("GCC") which offers merchant banking activities including direct investment, advisory, treasury and capital markets services. IB Asia's unique shareholding structure afforded it enhanced visibility and intellectual insights across the two leading global Islamic banking hubs of Asia and the GCC.

"We are pleased to have a financial institution like IB Asia supporting our growth plans and committing itself as a strategic investor of our Company. The proceeds will be used to fund our expansion activities as we position ourselves to leverage on the growing public infrastructure industry in Singapore and in the region driven by population growth and rapid urbanisation," said Mr Toh Choo Huat (卓沭橏), Executive Chairman and Chief Executive Officer of Ley Choon.

"We recognised Ley Choon's potential as a market leader in the underground utilities and road construction sector and we are pleased to support its management on its future growth plans," said Mr Harish Parameswar, MD and Head of Investment Banking of IB

Asia. "This will be one of the first Islamic Private Investment in Public Equity ("PIPE") deal done in Singapore. Being a merchant bank focused on private equity and investment banking, we hope to continue to add value to other growing companies like Ley Choon in future."

The completion of the Proposed Transaction is subject to conditions, including without limitation, approval from Ley Choon's shareholders and the Singapore Exchange Securities Trading Limited. A circular detailing the Proposed Transaction will be dispatched to Ley Choon's shareholders followed by an extraordinary general meeting to be held on a date to be determined.

About Ley Choon Group Holdings Limited

Ley Choon Group Holdings Limited ("Ley Choon"), which commenced operations as Ley Choon Constructions and Engineering Pte Ltd in 1990, is an established one-stop Underground Utilities Infrastructure service provider based in Singapore.

Our core businesses comprise **i) Pipes and Roads Segment**, consisting of Underground Utilities Infrastructure construction and maintenance, sewer pipeline rehabilitation, road and airfield construction and maintenance; and **ii) Construction Materials Segment**, comprising asphalt premix production and construction waste recycling. Our customers include government bodies such as PUB, LTA, Housing and Development Board, Urban Redevelopment Authority, BCA, Jurong Town Corporation and companies such as SingTel and PowerGas.

We are a BCA L6 registered contractor (the highest grade) which allows us to tender for Singapore public sector contracts of unlimited value in the categories of cable/pipe-laying and road reinstatement, pipes, and other basic construction materials and we are also an A2 registered contractor in the category of civil engineering (CW02). As one of only three asphalt premix plant operators in Singapore, we own two asphalt premix plants, one of which is currently the largest in Singapore in terms of production capacity, capable of producing up to 400 tons of asphalt premix per hour.

In 2011, Ley Choon ventured overseas to undertake civil engineering projects and to carry out asphalt premix manufacturing in Brunei and expanded to Yantai, the People's Republic of China, to engage in construction waste recycling and the development, production and sale of eco-green construction materials.

Headquartered in Singapore with total staff strength of over 1,000, we build our capabilities by investing in our people and equipment and upgrading our systems and processes to be more efficient, productive and competitive. We have invested in productivity tools such as Enterprise Resource Planning system and off-site sky CCTV monitoring system to integrate our operations and better manage our resources. To this end, we have been awarded ISO9001, ISO14001 and OHSAS 18001 certifications as well as Enterprise 50 Award in 2010 in recognition for achieving quality standards and business excellence.

For more information, please visit www.leychoon.com