

LEY CHOON GROUP HOLDINGS LIMITED

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

USE OF PLACEMENT PROCEEDS

The Board of Directors of the Company refers to the announcement released on 12 September 2012 (the "**Announcement**") in relation to the use of Placement Proceeds and the Offer Information Statement dated 26 July 2012 (the "**OIS**") issued in connection with the Placement.

Unless otherwise defined, capitalised terms used herein shall bear the same meaning ascribed to them in the OIS and/or the Announcement.

The Board of Directors of the Company wishes to announce that the Company has utilised an additional amount of approximately S\$0.9 million from the Net Proceeds to fund the Company's capital expenditure in Singapore.

The Board of Directors of the Company will continue to make periodic announcement on the utilisation of the balance of the proceeds from the New Shares Placement as and when such proceeds are materially deployed.

BY ORDER OF THE BOARD

Toh Choo Huat
Executive Chairman and Chief Executive Officer
14 November 2012

*DMG & Partners Securities Pte Ltd was the financial adviser to the Company for the acquisition of the entire issued and paid-up share capital of Ley Choon Constructions and Engineering Pte Ltd (the "**Financial Adviser**"). The Financial Adviser assumes no responsibility for the contents of this announcement.*