

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 (the "Board") refers to the Company's announcements released on 7 March 2014, 3 October 2013, 19 September 2013, 31 July 2013, 13 August 2013 and 16 August 2013, relating to the Placement (the "Placement Announcements") pursuant to which net proceeds of approximately S\$15.6 million were raised. Unless otherwise defined, capitalised terms used herein shall bear the same meaning ascribed to them in the Placement Announcements.

The Board wishes to announce that the Company and its subsidiaries have utilised an additional amount of approximately S\$1.24 million from the Net Proceeds in the manner set out below:

Use Of Net Proceeds	Actual Amount (S\$'000)
Funding the Group's capital expenditure in the People's Republic of China	1,100
Working capital	142

The above utilisation of the Net Proceeds is consistent with the intended use of proceeds disclosed in the Placement Announcements.

Subsequent to the aforementioned, as of the date of this announcement, the Company has a remaining balance of approximately S\$1.46 million from the Net Proceeds. The Board will continue to make periodic announcements on the utilisation of the balance of the Net Proceeds as and when such proceeds are materially deployed.

BY ORDER OF THE BOARD

Toh Choo Huat
Executive Chairman and Chief Executive Officer
9 May 2014

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.