

LEY CHOON GROUP HOLDINGS LIMITED

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

CLARIFICATION ON OUTCOME OF APPLICATION TO TRANSFER LISTING FROM THE MAIN BOARD OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED TO THE CATALIST SPONSORED REGIME

Unless otherwise defined, capitalised terms in this announcement shall have the same meanings as ascribed to them in its announcements dated 28 October 2015 and 18 December 2015.

The Board of Directors of Ley Choon Group Holdings Limited (the “**Board**” and the “**Company**” respectively) and its subsidiaries (the “**Group**”) refers to its announcement dated 18 December 2015 (regarding the outcome of the Company’s application for the Proposed Transfer).

The Board wishes to provide further information on the rejection of the Proposed Transfer. As requirements for the Proposed Transfer, Rules 407(2) and (3) require the Directors and proposed sponsor to confirm in their reasonable opinion that the working capital available to the Company is sufficient for its present requirements and for at least 12 months after the Proposed Transfer takes effect. The SGX-ST is of the view that notwithstanding that the confirmations required under Rules 407(2) and (3) were duly provided by the Company and the proposed sponsor and the Company has appointed professional advisors to assist with its debt restructuring plan, the SGX-ST notes that the Company’s sufficiency of working capital for at least 12 months after the Proposed Transfer is dependent on whether the financial institutions will accept the debt restructuring plan put forth by the Company.

The Company may, *inter alia*, re-apply to the SGX-ST for a transfer from the Main Board of the SGX-ST to the Catalist after the debt restructuring plan has been finalised and accepted by the financial institutions.

BY ORDER OF THE BOARD

Toh Choo Huat
Executive Chairman and Chief Executive Officer
7 January 2016