



LOW KENG HUAT (SINGAPORE) LIMITED (Reg. No. 196900209G)

INCORPORATION OF DALVEY BREEZE DEVELOPMENT PTE LTD, AN ASSOCIATED COMPANY

The Board of Directors of Low Keng Huat (Singapore) Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that our wholly owned subsidiary, LKHS Property Investment Pte Ltd (“**LPIPL**”), together with Dalvey Breeze Pte Ltd (“**DBPL**”), a subsidiary of KOP Limited, has incorporated Dalvey Breeze Development Pte Ltd (“**DBDPL**”), an associated company of the Group, on 4 June 2018 with an issued and paid-up capital of S\$1 million consisting of 1 million ordinary shares. LPIPL and DBPL will have equity interest of 40% and 60% respectively in DBDPL.

DBPL has entered into a Sale and Purchase Agreement on 10 May 2018 with owners of the units at Villa D’Este (“**Development**”) to purchase all the strata lots (“**Proposed Acquisition**”) for a total consideration of S\$93.0 million. The Development located at Dalvey Road, Singapore is built on freehold land with an area of approximately 55,000 square feet. DBDPL intends to redevelop the Development into a high-end condominium.

The incorporation of DBDPL is not expected to have any material impact on the consolidated earnings per share and net tangible assets per share of the Group for the current financial year ending 31 January 2019.

None of the Directors and, to the best knowledge of the Directors, none of the substantial shareholders or controlling shareholders of the Company, has any direct or indirect interest in the transaction.

By Order of the Board

Chin Yeok Yuen
Company Secretary
4 June 2018