



LIAN BENG GROUP LTD

Registration No. 199802527Z

ACQUISITION OF SHARES IN ASSOCIATED COMPANY

The Board of directors (the "Board") of Lian Beng Group Ltd (the "Company", and together with its subsidiaries, the "Group") wishes to announce that LBD (GL) Pte. Ltd. ("LBD (GL)"), a wholly-owned subsidiary of the Company, acquired 420,000 ordinary shares, representing 42% shareholding interest of Development 24 Pte. Ltd. ("Dev 24") from Kim Seng Heng Realty Pte. Ltd. ("KSHR"), a wholly-owned subsidiary of KSH Holdings Limited, for an aggregate purchase consideration ("Purchase Consideration") of S\$420,000 ("Acquisition").

Heeton Homes Pte. Ltd. also acquired 100,000 ordinary shares, representing 10% shareholding interest of Dev 24 from KSHR for an aggregate purchase consideration of S\$100,000.

Prior to the above, Dev 24 was a wholly-owned subsidiary company of KSHR, with an issued and paid up share capital of 1,000,000 ordinary shares of S\$1 each. The principal activities of Dev 24 are (i) property development and (ii) holding of assets for investment.

The Purchase Consideration is based on the net asset value of Dev 24 as at the date of the Acquisition.

Following the Acquisition, Dev 24 became a 42%-owned associated company of the Group.

The Acquisition is not, in itself, expected to have any material impact on the earnings and net tangible assets per share of the Group for the current financial year ending 31 May 2018.

Mr. Ko Chuan Aun, an Independent Director and shareholder of the Company, is also an Independent Director of KSH Holdings Limited and has accordingly abstained from voting in respect of the Acquisition.

Save as disclosed above, as at the date of this announcement, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Acquisition, save through their shareholding (if any) in the Company.

By Order of the Board

Ong Pang Aik
Chairman and Managing Director
4 December 2017