



KEONG HONG HOLDINGS LIMITED

Incorporated in the Republic of Singapore
(Company Registration Number: 200807303W)

SUBSCRIPTION OF SHARES IN A JOINT VENTURE COMPANY, FSKH DEVELOPMENT PTE. LTD. AND DILUTION OF SHAREHOLDING

The Board of Directors (the “**Board**”) of Keong Hong Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) referred to the announcement dated 5 March 2018 (the “**Announcement**”) in relation to the setting up of a joint venture company and subscription of shares in FSKH Development Pte. Ltd (the “**JVC**”).

The Board wishes to announce that the wholly-owned subsidiary of the Company, KH Capital Pte. Ltd. (“**KH**”) has today subscribed for an additional 31 shares (the “**Share Subscription**”) in the JVC. The JVC has also admitted a new joint venture partner, Sino Holdings (S’pore) Pte Ltd (“**SHS**”), which is a wholly-owned subsidiary of TA Corporation Ltd, a company listed on Mainboard of the Singapore Exchange Securities Trading Limited.

Subsequent to the Share Subscription in the JVC and the admission of a new joint venture partner, the shareholding held by KH had been diluted from 40% representing 4 JVC shares to 35% representing 35 JVC shares. The new shareholding structure of the JVC is as follows:

<u>Name of Joint Venture Partners</u>	<u>%</u>	<u>No. of Shares</u>	<u>Share Capital</u> S\$
FSP*	45	45	45
KH	35	35	35
SHS	20	20	20
	<u>100</u>	<u>100</u>	<u>100</u>

*FSP – First Shines Properties Pte. Ltd.

The Group will fund the Share Subscription by internal resources.

The Share Subscription is not expected to have any material impact on the consolidated net tangible assets per share and consolidated earnings per share of the Group for the current financial year ending 30 September 2018.

None of the Directors or controlling shareholders of the Company, as well as their respective associates, has any interest, direct or indirect, in the Share Subscription, other than through their shareholding interests in the Company.

By Order of the Board

Lo Swee Oi
Company Secretary

11 April 2018