



KEONG HONG HOLDINGS LIMITED

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

AWARD OF S\$306.62 MILLION MAIN CONTRACT WORKS FOR THE PROPOSED DEVELOPMENT OF A SPORT & RECREATION CENTRE

*Unless otherwise defined, all capitalised terms shall bear the same meaning as in the Company's announcement dated 17 January 2020 (the "**Announcement**") in relation to the joint venture limited partnership ("**LP**") which was set up for the purpose of entering into a joint venture's construction project.*

The Board of Directors (the "**Board**") of Keong Hong Holdings Limited (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to inform that Keong Hong Construction Pte. Ltd. ("**KHC**"), a wholly-owned subsidiary of the Company and Hyundai Engineering & Construction Co. Ltd. Singapore Branch, ("**Hyundai**") had submitted a joint tender to the Singapore Sports Council for the proposed development of a sport & recreation centre (the "**Project**").

Hyundai being the principal partner of the Project, had received a Letter of Acceptance ("**LOA**") from the Singapore Sports Council for the award of a main contract for the Project for a contract sum of approximately S\$306.62 million. Both KHC and Hyundai are currently working on the details of the joint venture agreement with the intention of transferring the main contract of the Project to the LP, which was recently set up as disclosed in the Announcement.

The Group will fund its share of the costs for the Project by internal resources and/or bank borrowings.

The Project 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 2020.

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

By Order of the Board

Lo Swee Oi
Company Secretary

20 January 2020