



KEONG HONG HOLDINGS LIMITED

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

SETTING UP OF A JOINT VENTURE COMPANY AND SUBSCRIPTION OF SHARES

The Board of Directors (the “**Board**”) of Keong Hong Holdings Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) is pleased to announce that KH Capital Pte. Ltd. (“**KH**”), a wholly-owned subsidiary of the Company, has today set up a joint venture company, FSKH Development Pte. Ltd. (the “**JVC**”). The principal activity of the JVC is real estate and property development.

The initial issued and paid-up share capital of the JVC is S\$10 comprising 10 ordinary shares held by First Shines Properties Pte. Ltd. (“**FSP**”), a wholly-owned subsidiary of Hock Lian Seng Holdings Limited, a company listed on Mainboard of the Singapore Exchange Securities Trading Limited, and KH in the following proportion:

<u>Name of Joint Venture Partners</u>	<u>%</u>	<u>No. of Shares</u>	<u>Share Capital</u>
			S\$
FSP	60	6	6
KH	40	4	4
	100	10	10

The setting up and subscription of shares of the JVC by KH was funded through the Group’s internal resources and are 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 JVC, other than through their shareholding interests in the Company.

By Order of the Board

Lo Swee Oi
Company Secretary

5 March 2018