



KEONG HONG HOLDINGS LIMITED
Incorporated in the Republic of Singapore
(Company Registration Number: 200807303W)

**S\$150,000,000 MULTICURRENCY MEDIUM TERM NOTE PROGRAMME
– INTENTION TO OFFER SERIES 2 NOTES**

The board of directors (the “**Board**”) of Keong Hong Holdings Limited (the “**Issuer**”) refers to:

- (a) the S\$50,000,000 6.00 per cent. Notes due 2018 comprised in Series 001 (ISIN: SG6XD7000004) (the “**Series 1 Notes**”) issued by the Issuer on 15 June 2015 pursuant to its S\$150,000,000 Multicurrency Medium Term Note Programme (the “**Programme**”); and
- (b) the notice of meeting dated 22 August 2017 issued by the Issuer in relation to the convening of a meeting of the holders of the Series 1 Notes (the “**Noteholders**”, and in relation to the notice of meeting, the “**Notice of Meeting**”).

Capitalised or other terms used but not defined herein shall, unless the context otherwise requires, have the meanings set out in the invitation memorandum dated 22 August 2017 (the “**Invitation Memorandum**”) issued by the Issuer. This announcement should be read in conjunction with the Invitation Memorandum.

In tandem with the commencement of the Invitation, the Board wishes to announce the intention of the Issuer to offer at least S\$50,000,000 in aggregate principal amount of notes pursuant to the Programme (the “**Series 2 Notes**”). Subject to market conditions, the Issuer expects the Series 2 Notes to be issued prior to the Settlement Date.

The Issuer intends to utilise the net proceeds arising from the proposed issue of the Series 2 Notes (after deducting expenses incurred in connection with the issue of the Series 2 Notes) for general corporate purposes, including refinancing of existing borrowings, financing of investments and acquisitions, capital expenditure requirements and the general working capital of the Issuer and its subsidiaries. In particular, the Issuer intends to use the net proceeds from the proposed issue of the Series 2 Notes to finance the payment of the Consent Fees, the aggregate Purchase Price and Tender Premiums for the Series 1 Notes validly tendered in the Invitation and accepted for purchase by the Issuer and the redemption of the then outstanding Series 1 Notes (in accordance with the terms of the Call Option).

Should the Series 2 Notes be issued on or prior to the Settlement Date, the Extraordinary Resolution approving the Proposal be duly passed at the Meeting, and the Supplemental Trust Deed be entered into, the Issuer intends to exercise the Call Option in respect of the Series 1 Notes so that all outstanding Series 1 Notes will be redeemed within ten business days from the Settlement Date.

Further details on the Proposal can be found in the Notice of Meeting announced via SGXNET on 22 August 2017 and in the Invitation Memorandum.

BY ORDER OF THE BOARD

Lo Swee Oi
Company Secretary
22 August 2017