

HAFARY HOLDINGS LIMITED
(Company Registration No: 200918637C)
(Incorporated in the Republic of Singapore)

UPDATE ON THE USE OF PROCEEDS FROM THE PLACEMENT

Unless otherwise defined, all capitalised terms used herein shall have the meanings ascribed to them in the announcement of Hafary Holdings Limited (the "Company") dated 5 February 2013 in relation to the proposed placement of up to 20,000,000 new Ordinary Shares and announcement dated 23 September 2013 in relation to change of use of Net Proceeds (the "Announcements").

The Board of Directors of the Company wishes to announce that as at 21 January 2014, the Group has utilised net proceeds from the Placement of approximately S\$5.8 million (after deducting expenses of approximately S\$0.1 million incurred by the Company in connection with the Placement) as follows:-

Use of Net Proceeds	Revised allocation of Net Proceeds (\$'000)	Net Proceeds utilised as announced previously		Balance of Net Proceeds as at 21 January 2014 (\$'000)
		13 March 2013, 23 September 2013 and 31 October 2013 (\$'000)	Net Proceeds utilised as announced herein (\$'000)	
Redevelopment of the property at 18C Sungei Kadut Street 4	1,500	587	649	264
For general working capital purposes	4,300	3,800	-	500
	5,800	4,387	649	764

The Company will make periodic announcements via SGXNET on the utilisation of the Net Proceeds as and when the balance of the Net Proceeds are materially disbursed, and will provide a status report on the use of the Net Proceeds in its annual report.

By Order of the Board

Tay Eng Kiat Jackson
Financial Controller
21 January 2014