

OLIVE TREE ESTATES LIMITED
(Company Registration No.: 200713878D)
(Incorporated in the Republic of Singapore)
(the "**Company**")

UPDATE IN RELATION TO THE KEMPAS AGREEMENT

*Unless otherwise expressly defined herein, all capitalised terms in this announcement shall bear the same meanings ascribed to them in (i) the announcements made by the Company on 31 January 2018, 29 June 2018, 11 September 2018, 13 December 2018 and 4 April 2019 in relation to the Kempas Agreement (the "**Announcements**"); and (ii) the shareholders' circular dated 15 November 2017 (the "**Circular**") despatched by the Company to the Shareholders in respect of the Proposed Transactions*

Pursuant to the terms of the Kempas Agreement, if all conditions precedent stipulated under the Kempas Agreement are not fulfilled, the Kempas Agreement would lapse. As not all conditions precedent have been satisfied, the Kempas Agreement has lapsed and ceased to have further effect, and all obligations and liabilities of Tree Top Realty Sdn Bhd and the Kempas Vendor shall ipso facto cease and determine.

On 4 April 2019, the Company announced its plans to renegotiate the Kempas Agreement with a view to executing the Turnkey Agreement. However, economic and other conditions have not proven favourable for the Company to proceed with the Kempas Project, even by way of a turnkey arrangement.

The Board has concluded that it is in the Company's interests to wait for market conditions to improve before having further discussions with the Kempas Vendor. The Company will update shareholders should there be any material developments with regards to the Kempas Acquisition, the Kempas Land project and/or the Turnkey Agreement.

The Board is of the view that the lapse of the Kempas Agreement will not have any material adverse impact on the business operations and financial position of the Company for the financial year ended 31 December 2020.

BY ORDER OF THE BOARD

Long Chee Tim, Daniel
Chief Executive Officer and Executive Director
28 September 2020

*This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Mah How Soon, Registered Professional, RHT Capital Pte. Ltd., 9 Raffles Place, #29-01 Republic Plaza Tower 1, Singapore 048619, Telephone (65) 6381 6966.