

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 2 October 2017, 15 November 2017, 31 January 2018, 29 June 2018 and 31 December 2018 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*

Further to the Announcements, the Circular and the Company's update to shareholders via its announced financial results for the financial period ended 30 June 2018, in view of the possible complications in the State Authority Approval process and the resultant delays in relation to the Kempas Acquisition, the Board wishes to announce that the Company's subsidiary, Tree Top Realty Sdn. Bhd. ("**TT**") and Regal Sapphire Sdn Bhd ("**RS**") are in negotiations concerning potential joint venture arrangements with respect to the Kempas Land on mutually beneficial terms ("**Proposed Kempas JV**").

TT and RS have agreed in-principle to renegotiate the Kempas Agreement with a view to executing a Turnkey Agreement ("**Turnkey Agreement**") at the earliest opportunity. In essence, it is envisaged that the Company will only have to contribute the requisite capital to support the construction of the Kempas Industrial Project whilst RS will inject the Kempas Land as consideration for its equity contribution into the appropriate joint venture special purpose vehicle.

The Company is also pleased to announce that there is broad understanding between TT and RS with respect to the salient terms of the Proposed Kempas JV and the Company looks forward to preparing the Turnkey Agreement.

The Company will update shareholders should there be any material developments with regards to the Kempas Acquisition, the Kempas Land project, the Proposed Kempas JV and/or the Turnkey Agreement.

Shareholders and potential investors are advised to exercise caution in trading their Shares as there is no certainty or assurance as at the date of this announcement that the Turnkey Agreement will be executed. The Company will make the necessary announcements when there are further developments on the Proposed Kempas JV and/or Turnkey Agreement. Shareholders are advised to read this announcement and any further announcements by the Company carefully, and should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Long Chee Tim, Daniel
Chief Executive Officer and Executive Director
4 April 2019

*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 6757.