

NOVO GROUP LTD.

(Company Registration No. 198902648H)

(Incorporated in Singapore)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”)

Novo Group Ltd. (the “**Company**”, and, together with its subsidiaries, the “**Group**”) was placed on the Watch-List (the “**Watch-List**”) pursuant to Rule 1311 of the Listing Manual (the “**Listing Manual**”) of the SGX-ST on 3 September 2014.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the “**Board**”) wishes to provide the following quarterly update:

Update on Financial Position

Please refer to the unaudited result announcement of the Company for the first quarter ended 31 July 2015 (“**1QFY2016**”) released on 14 September 2015 for full details.

Material Development and Future Direction

The Group’s revenue decreased by approximately 63.4% from approximately US\$62.6 million for the first quarter ended 31 July 2014 (“**1QFY2015**”) to approximately US\$22.9 million for 1QFY2016.

The Group’s gross loss for 1QFY2016 was approximately US\$380,000 as compared to gross loss of approximately US\$448,000 for 1QFY2015.

During the first quarter ended 31 July 2015, the operations at the tinplate manufacturing plant in the Jiangsu PRC continue to suspend for the purposes of obtaining additional funding as well as to consolidate our products mix for the metal packaging lines.

On 14 August 2015, a sale and purchase agreement was entered into between Golden Star Group Limited and the controlling shareholders of the Company. For details, please refer to the Company’s announcements released on 13 August 2015, 17 August 2015 and 1 September 2015.

Under the challenging market conditions, the Group has adopted a conservative and prudent approach to manage its businesses, in order to improve operating efficiency, maintain a sound financial and liquidity position.

The Group is aware of the deadline given by the SGX-ST for its removal from the Watch-List.

BY ORDER OF THE BOARD

Yu Wing Keung, Dicky

Executive Chairman

14 September 2015