UNION GAS HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 201626970Z)

USE OF PROCEEDS FROM INITIAL PUBLIC OFFERING

The board of directors of Union Gas Holdings Limited (the "**Company**") would like to provide an update on the use of proceeds from the Company's initial public offering ("**IPO**") in July 2017 as follows:

Use of Proceeds	Allocation of Proceeds (S$'000)	Proceeds utilised as at 10 May 2018 (S$'000)	Proceeds utilised from 10 May 2018 to 29 June 2018 (S$'000)	Balance of Proceeds as at 29 June 2018 (S$'000)
Acquisition of dealers for the Retail LPG Business	4,000	840	139	3,021
Diversification into the supply and retail of piped natural gas to customers in the services and manufacturing industries in Singapore	1,000	-	-	1,000
General working capital	724	-	-	724
Listing expenses	1,776	1,633	-	143
	7,500	2,473	139	4,888

The above use of proceeds for acquisition of dealers for the Retail LPG Business of S$139,038 relates to the acquisition of assets (being non-contractual relationships with domestic customers) for a total consideration of S$317,115. The first instalment payment of the cash consideration of S$139,038 was paid and the balance of S$178,077 is to be satisfied in cash to be paid equally over two instalments on 31st July 2018 and 31st August 2018, and it is in accordance with the intended use as stated in the Company's offer document dated 13 July 2017.

The Company will continue to make periodic announcements via SGXNET upon utilization of the remaining IPO proceeds as and when the funds are materially disbursed.

By Order of the Board

Teo Soak Theng Alexis
Executive Director and Chief Executive Officer
29 June 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), this being the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume 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 persons for the Sponsor are Mr Yee Chia Hsing, Head, Catalist, Investment Banking, Singapore and Mr Ken Lee, Associate Director, Investment Banking, Singapore. The contact particulars are 50 Raffles Place, #09-01, Singapore Land Tower, Singapore 048623, Telephone: (65) 6337 5115.