

**FRAGRANCE GROUP LIMITED**

Company Registration No.: 200006656M

INCORPORATION OF A SUBSIDIARY BY JOINT OPERATION OF THE COMPANY, BAYFRONT VENTURES PTE LTD (“BAYFRONT VENTURES”)

The Board of Directors of Fragrance Group Limited (the “Company”, and together with its subsidiaries, the “Group”) is pleased to announce that Bayfront Ventures, an indirect 50%-owned joint operation of the Company (with the remaining 50% owned by Aspial Corporation Limited) has incorporated a 100%-owned subsidiary, namely, City Gate Shopping Mall Management Pte. Ltd. (“CGSMM”).

Upon incorporation, CGSMM has an issued and paid-up capital of S\$2 divided into 2 ordinary shares of S\$1 each.

The incorporation was funded by internal resources and are not expected to have any material impact on the consolidated net tangible assets per share or earnings per share of the Group for the current financial year ending 31 December 2018.

None of the Directors nor Substantial Shareholders of the Company has any interest, direct or indirect, in the abovementioned transaction, other than their indirect interest by virtue of their shareholding in the Company.

By order of the Board
Fragrance Group Limited

Periakaruppan Aravindan
Executive Director & Deputy CEO

3 August 2018