**LIAN BENG GROUP LTD**
Registration No. 199802527Z

**ACQUISITION OF REMAINING SHAREHOLDING INTEREST IN JOINT VENTURE**

Further to the announcement dated 21 January 2014, the Board of Directors of Lian Beng Group Ltd ("the Company", and together with its subsidiaries, the "Group") wishes to announce that the Company had on 18 March 2016 acquired 75 ordinary shares in aggregate, representing 75% shareholding interest in the capital of Great Development Pte Ltd ("Great Development") for an aggregate purchase consideration of S$75 ("Purchase Consideration") from Kim Seng Heng Realty Pte. Ltd., Heeton Homes Pte. Ltd. and Oxley Sparkle Pte. Ltd. (collectively "Vendors"), 25 ordinary shares from each of the Vendor, making Great Development, a wholly-owned subsidiary of the Company ("Acquisition").

The Purchase Consideration was arrived on a willing buyer willing seller basis, which has taken into account the book value of Great Development and was paid in cash by the Company to the Vendors.

The unaudited net liability value of 75 ordinary shares of Great Development as at 29 February 2016 was approximately S$681.00.

The above transaction is not expected to have any material impact on the net tangible assets and earnings per share of the Group for the financial year ending 31 May 2016.

Mr Ko Chuan Aun, an Independent Director and shareholder of the Company, is also an Independent Director of KSH Holdings Limited, holding company of Kim Seng Heng Realty Pte. Ltd.

As at the date of this announcement, Ms Ong Lay Koon, the Company's Executive Director holds 900,000 ordinary shares, representing approximately 0.03% shareholding interest (direct and indirect) in Oxley Holdings Limited, holding company of Oxley Sparkle Pte. Ltd.

Save as disclosed above, none of the other Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Acquisition, save for their shareholding (if any) in the Company.

BY ORDER OF THE BOARD

Ong Pang Aik
Chairman and Managing Director
18 March 2016