

VASHION GROUP LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No: 19996220H)

REPAYMENT OF CONDITIONAL DEPOSIT

The Board of Directors of Vashion Group Limited (the “**Company**” and together with its subsidiaries the “**Group**”) refer to its earlier announcement on 10 July 2014, 30 September 2014, 31 December 2014, 30 March 2015, 30 June 2015, 30 September 2015 and 31 December 2015 in connection of the entry into and the extensions of the Conditional Deposit Agreement (the “**Earlier Announcements**”). Unless otherwise defined, the capitalized words and phrases used herein shall have the same meaning as ascribed to them in the Earlier Announcements.

On 10 July 2014, the Board announced that the Company has entered into a Conditional Deposit Agreement dated 9 July 2014 with Industriatics Berhad (the “**Investor**”). Please refer to Earlier Announcements for more details.

The Board wishes to update its Shareholders that at the request of Investor and as agreed by the Board, the Company had on 5 February 2016 made a partial repayment of USD500,000 (equivalent to SGD704,000 at exchange rate of USD1:SGD1.408 on 5 February 2016) to Investor, Industriatics Berhad. The source of repayment is made from the unutilized balance of Conditional Deposit

The Directors are of the opinion that, barring unforeseen circumstances and after taking into account the net proceeds to be obtained in due course from the placement exercise (as announced on 15 December 2015, 25 January 2016 and 29 January 2016), and the Group’s available cash and cash equivalents, the working capital available to the Group is sufficient to meet its present requirements (including where required the refund of the Conditional Deposit in part or in full) and the Group is able to operate as a going concern as at the date of this announcement. The proposed use of the net proceeds from placement is consistent and in accordance to the use of proceeds as announced on 15 December 2015 and 25 January 2016.

The company is in negotiations and discussions with Investor in relation to the arrangement for the remaining Conditional Deposit of S\$1,796,000. The Company will make the necessary announcements and keep shareholders informed of any update.

BY ORDER OF THE BOARD

Christian Kwok-Leun Yau Heilesen
Executive Director
5 February 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor (“**Sponsor**”), Asian Corporate Advisors Pte Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**Exchange**”). The Company’s Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange 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.

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