Development Limited

(Company Registration No. 200201764D)
(Incorporated in the Republic of Singapore)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE SGX-ST LISTING MANUAL

The Company was placed on the watch-list under the Minimum Trading Price Entry Criterion (the "**Watch-list**") with effect from 5 June 2017.

Pursuant to Rule 1313(2) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual, the Board of Directors (the "**Board**") of the Company wishes to provide the following updates on the financial situation, its future direction as well as other material development that may impact the Group's financial position.

Financial Results

The Group recorded a net loss of S$182,000 for the first quarter ended 31 March 2019 ("Q1FY2019") as compared to a net loss of S$1,039,000 for the same quarter in 2018. The decrease in net loss was due to lower professional fees incurred in the same period.

Future Direction and Other Material Development

Save as disclosed in the Company's previous announcements, there are no other material developments that may have a significant impact on the financial position of the Group or any other updates on its future direction. The Company will disclose any updates or further information as and when there are any subsequent developments.

The Company refer to its announcements made on 21 May 2015, 18 September 2015, 30 October 2015, 15 January 2016, 11 October 2016, 22 September 2017, 7 November 2018 and 20 December 2018 regarding the litigation commenced against 13 defendants (including Ms Sim Pei Yee, a former director of the Company, as well as persons and entities related to Ms Sim) and the notices of appeal filed on the matter ("**Appeals**"). The date of the hearing of the Appeals by the Court of Appeal is presently fixed to be heard in the third quarter of 2019.

The Company is considering all available options and will, in compliance with the relevant requirements under the listing manual, make further announcement(s) to update Shareholders on any material developments, including the cash exit offer in accordance with Rule 1309 of the listing manual.

BY ORDER OF THE BOARD
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Huang Wen-Lai
Executive Chairman and Director
17 May 2019