VIBRANT GROUP LIMITED
Company Registration Number: 198600061G

PROPOSED DISPOSAL BY SHENTONCIL PTE. LTD. OF 60% OF THE SHARES IN ECECIL PTE. LTD.

1. INTRODUCTION

The Board of Directors of Vibrant Group Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the Company's indirect subsidiary, Shentoncil Pte. Ltd. ("**Shentoncil**"), has entered into a binding term sheet (the "**Term Sheet**") with Ze Qi Investment Holdings Pte. Ltd. (the "**Purchaser**") to dispose of one hundred and twenty (120) ordinary shares (the "**Sale Shares**"), representing 60% of the issued and paid up share capital of Ececil Pte. Ltd. ("**Ececil**") (the "**Proposed Disposal**").

The Company owns 51% shareholding interest in Shentoncil through its wholly-owned subsidiary, Singapore Enterprises Private Limited.

Ececil owns a property, Cecil House at 139 Cecil Street Singapore 069539.

In accordance with the terms of the Term Sheet, Shentoncil and the Purchaser (collectively, the "**Parties**") shall enter into a definitive sale and purchase agreement (the "**SPA**") no later than 22 July 2016.

Upon completion of the Proposed Disposal, Ececil shall cease to be a subsidiary of the Company.

2. INFORMATION ON PURCHASER

The Purchaser is a company incorporated under the laws of Singapore on 27 June 2016.

3. PURCHASE CONSIDERATION

The purchase consideration for the Proposed Disposal is S$75,000,000 (the "**Purchase Consideration**"), which is arrived on a willing buyer willing seller basis.

The Purchase Consideration includes a refundable sum of S$1,500,000 (the "**Earnest Money**") payable upon the signing of the Term Sheet. The Earnest Money is refundable in the event the SPA is not entered into on or before 22 July 2016.

4. RATIONALE FOR THE PROPOSED DISPOSAL

The Proposed Disposal will enable the Group to realise the fair value of its investment. The Group intends to hold the balance of shares in Ececil as investment.

As the Proposed Disposal is in line with the Group's ordinary course of business and is of a revenue nature, Chapter 10 of the Singapore Exchange Securities Trading Limited's Listing Manual, in particular, seeking shareholders' approval under Rule 1014, where the relative figures as computed on the bases set out in Rule 1006 exceeds 20%, does not apply to the Proposed Disposal.

5. INTENDED USE OF SALE PROCEEDS

The proceeds arising from the Proposed Disposal will be used for the Group's general working capital and reduction in the Group's bank borrowings.

6. FINANCIAL EFFECTS

The Proposed Disposal is not expected to have any material impact on the earnings and net tangible assets per share of the Group, for the current financial year.

7. INTEREST OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Proposed Disposal.

8. FURTHER ANNOUNCEMENTS

The Company will make a further announcement on the signing of the SPA.

By Order of the Board
Vibrant Group Limited

Eric Khua Kian Keong
Executive Director & CEO
29 June 2016