



SIM LIAN GROUP LIMITED

(Company Registration No. 200004760C)

DECREASE IN SHAREHOLDING INTEREST IN A SUBSIDIARY COMPANY

The Board of Directors of Sim Lian Group Limited (the “Company” and together with its subsidiaries, the “Group”) wishes to announce the following change in the issued and paid-up share capital of RCS Engineering Pte Ltd (“RCS”), a subsidiary of Sim Lian Construction Co. (Pte.) Ltd (“SLC”), which is a wholly-owned subsidiary of the Company.

RCS has increased its issued and paid-up capital by an additional allotment of 50,000 new ordinary shares at an issue price of S\$1.00 each to an employee thus increasing its issued and paid-up capital from S\$2,100,000 to S\$2,150,000.

As a result of the above transaction, the Company’s interest in RCS as held through SLC, has reduced from 53.375% to 52.134% as at 5 May 2014.

The decrease in the shareholding interest in RCS is not expected to have any material impact on the net tangible assets per share and earnings per share of the Group for the current financial year ending 30 June 2014.

None of the directors, controlling shareholders or substantial shareholders of the Company has any interest, direct or indirect, in the above-mentioned transaction.

By Order of the Board
Sim Lian Group Limited

Ang Lay Hua
Company Secretary
6 May 2014