



SINGAPORE eDEVELOPMENT LIMITED

(Incorporated in Singapore)
(Company Registration No. 200916763W)

UPDATE ON UTILISATION OF NET PROCEEDS FROM RIGHTS ISSUES (THE “RIGHTS PROCEEDS”)

*Unless otherwise defined capitalised terms herein shall have the same meaning as ascribed to them in the Company’s circular dated 14 July 2014 (the “**Circular**”), announcements dated 27 May 2014, 2 July 2014, 10 July 2014, 5 August 2014, 11 August 2014, 26 August 2014, 9 September 2014 and 18 September 2014 relating to the Rights Issue and Bonus Shares Issue (the “**Announcements**”), the announcement dated 15 September 2014 relating to the Group’s United States property projects (the “**US Projects Update**”) and the offer information statement of the Company dated 26 August 2014 (the “**OIS**”).*

The Board of Directors (the “**Board**”) of Singapore eDevelopment Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Circular, Announcements, the US Projects Update and OIS and wishes to update shareholders of the Company that it has made the following reallocations to the usage of the Net Proceeds of the Rights Issue (the “**Reallocations**”):

1. an amount of S\$2.44 million initially allocated for the exploration of and investment in new project opportunities under the Group’s Information Technology Business has been reallocated for use in the discharging of existing obligations under the Company’s construction business and redemption of liabilities to fulfil the Company’s obligations under outstanding legacy corporate indemnities; and
2. an amount of S\$10.161 million initially allocated for the exploration of and investment in new project opportunities under the Group’s Property Development Business has been reallocated for use in the temporary financing of the Company’s existing property development projects. Subsequently, any amounts received from the refinancing or repayment of such temporary financing shall be applied to the initial purpose of utilising such amounts for the exploration of and investment in new project opportunities under the Group’s Property Development Business.

Please also refer to the table below for the summary of the Reallocations as at the date of this announcement:

	Percentage allocation as disclosed in OIS	Amount of Net Proceeds			
		Before the Reallocations (S\$'000)	After the Reallocations and as at the date of this announcement		
			Allocated (S\$'000)	Utilised (S\$'000)	Unutilised (S\$'000)
Discharging existing obligations under construction business and redemption of liabilities	15%	6,096	8,536	(7,748)	788
Exploration of and investment in new project opportunities under the Group's Property Development Business	30%	12,193	2,032	(301)	1,731
Temporary financing to existing property development projects	-		10,161	(8,986)	1,175
Exploration of and investment in new project opportunities under the Group's Information Technology Business	30%	12,193	9,753	(1,197)	8,556
Investment Business	15%	6,096	6,096	-	6,096
General working capital	10%	4,064	4,064	(2,820)	1,244
Total	100%	40,642	40,642	(20,477)	19,590

In respect of the usage of the Net Proceeds for working capital, the following were the principal disbursements as at the date of this announcement:

	The Group (S\$'000)
Professional fees	1,094
Payroll	1,362
Rental, office expenditure and other operating expenses	364
	2,820

The Company will continue to make further announcements to Shareholders as and when the Net Proceeds are materially disbursed.

BY ORDER OF THE BOARD

For and on behalf of the Board

Chan Heng Fai
Executive Director and Chief Executive Officer
30 December 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor Hong Leong Finance Limited (the "Sponsor") for compliance with the relevant rules of the

Singapore Exchange Securities Trading Limited (the “SGX-ST”). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by SGX-ST. The Sponsor and the SGX-ST assume 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.

The contact person for the Sponsor is Mrs Joan Ling-Lau, SVP, Head of Corporate Finance, Hong Leong Finance Limited, at 16 Raffles Quay, #40-01A Hong Leong Building, Singapore 048581, telephone: +65 6415-9885.