AGV GROUP LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 201536566H)

GRANT OF EXTENSION OF TIME TO (I) ANNOUNCE THE COMPANY'S FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2017 ("FY2017 RESULTS") AND (II) HOLD THE COMPANY'S ANNUAL GENERAL MEETING

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1. GRANT OF EXTENSION OF TIME

The Board of Directors of AGV Group Limited (the "**Company**") refers to the announcement dated 27 November 2017 (the "**Previous Announcement**").

Unless otherwise defined, all capitalised terms used and not defined herein shall have the same meanings given to them in the Previous Announcement.

The Board of Directors of the Company wishes to announce that the Singapore Exchange Securities Trading Limited has on 27 December 2017 granted the Company's application for extension of time of two (2) months, respectively, for (i) the announcement of the Company's FY2017 Results by 28 January 2018 and (ii) the convening of the Company's AGM for the financial year ended 30 September 2017 by 31 March 2018, subject to the following:

(a) the Company making an immediate announcement of the extension granted, disclosing the reasons for seeking the extension and conditions imposed;

(b) submission of written confirmation from the Company that the extension does not contravene any laws and regulations governing the Company and the constitution of the Company; and

(c) submission of a written confirmation from the Company that it is not aware of any other information (including but not limited to financial information) that may have a material bearing on investors' decision which has yet to be announced.

The Company will also be making an application to the Accounting and Corporate Regulatory Authority for an extension of time of two (2) months for the Company to hold the Company's AGM for the financial year ended 30 September 2017 by 31 March 2018.

2. REASONS FOR SEEKING THE EXTENSION OF TIME

The Company had sought an extension of time for (i) the release of the FY2017 Results and (ii) the convening of the AGM for the following reasons:

(a) the Company had, at the request of the Company's auditor, appointed an independent third party valuer ("**Independent Valuer**") to conduct a purchase price allocation exercise ("**PPA**") pursuant to a business combination which occurred between the Company's subsidiary, Asia Galvanizing (S) Pte Ltd and the Company's associated company, AGV Holdings Pte Ltd during the financial year ended 30 September 2017. The Independent Valuer is currently still in the midst of conducting the valuation and has only recently informed the Board that they would need more time before the PPA report will be ready. As a matter of prudence and on the basis that the PPA may have a material impact on the Company's FY2017 Results, the Directors are of the view that the Company's balance sheet as set out in the FY2017 Results (prior to the completion of the

aforesaid exercise) may not be a true and fair representation of the Company's financials as at 30 September 2017;

(b) as the finalisation of the FY2017 Results will be delayed, the Company anticipates consequential delays in the finalisation of the audit report as the PPA may have a material impact on the FY2017 Results and which in turn, may have a material impact on the audit report; and

(c) in view of the above, the finalisation of the annual report (which includes the audit report) would accordingly be delayed, as the Company would require some more time for the issuance of the audit report and the issuance, printing and delivery of the annual report to the shareholders of the Company.

By Order of the Board

Ang Nam Wah Albert
Executive Director and Chief Executive Officer
27 December 2017

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 the SGX-ST and the SGX-ST 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.

The contact person for the Sponsor is Mr. Tang Yeng Yuen, Vice President, Head of Corporate Finance, at 16 Raffles Quay, #40-01A, Hong Leong Building, Singapore 048581, Telephone: (65) 6415-9886.