



KEONG HONG HOLDINGS LIMITED
Incorporated in the Republic of Singapore
(Company Registration Number: 200807303W)

INCREASE IN SHAREHOLDING IN JOINT VENTURE COMPANY

The Board of Directors (the “**Board**”) of Keong Hong Holdings Limited (“**Keong Hong**” or the “**Company**”) and together with its subsidiaries, the “**Group**”) is pleased to announce that Keong Hong Construction Pte Ltd (“**KHC**”), a wholly-owned subsidiary of the Company has acquired additional 400,000 shares in the joint venture company, Pristine Islands Investment Pte. Ltd. (“**Pristine**”) from Hotels & Resort Construction Pvt. Ltd for a total consideration of US\$400,000 (the “**Acquisition**”) pursuant to the Deed of Amendment dated 22 March 2016 entered between KHC and the joint venture partners namely Sansui Holding Pte. Ltd., BRC Asia Limited, L3 Development Pte. Ltd. and Hotels & Resort Construction Pvt. Ltd (collectively, the “**Joint Venture Partners**”).

Subsequent to the Acquisition, the total shareholding held by KHC had increased from 45% representing 4,500,000 Pristine Shares to 49% representing 4,900,000 Pristine Shares.

Funding and Financial Effects

The Group will fund the Acquisition by internal resources and/or bank borrowings.

The Acquisition is not expected to have any material impact on the consolidated net tangible assets per share and consolidated earnings per share of the Group for the financial year ending 30 September 2016.

Interests of Directors and Controlling Shareholders

None of the Directors or controlling shareholders of the Company, as well as their respective associates, has any interest, direct or indirect, in the Acquisition, other than through their respective shareholding interests in the Company.

By Order of the Board

Lo Swee Oi
Company Secretary

22 March 2016

This announcement has been prepared by Keong Hong Holdings Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “**Sponsor**”) for compliance with the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.