

CHOSEN HOLDINGS LIMITED

Co. Reg. No. 199804325C

(Incorporated in Singapore)

Announcement

ACQUISITION OF INDUSTRIAL PROPERTY IN SINGAPORE

The Board of Directors of Chosen Holdings Limited would like to announce that the Company's wholly-owned subsidiary, Chosen Plastic Pte Ltd ("CPPL"), had entered into an Option Agreement to purchase two industrial units located at Ark@Gambas, 7 Gambas Crescent, Singapore 757087 (collectively the "Property") from the developer of the Property to provide additional space to meet the expanding needs of the Group as well as to reduce the impact of any possible future increase in rental rates.

The aggregate purchase consideration for the Property is SGD1.58 million, determined on a willing-seller, willing-buyer basis after arm's length negotiations with the developer taking into account its published rates, the market value of similar properties in the vicinity and prevailing market conditions. Based on the relative figures calculated on the bases set out in Rule 1006 of the Listing Manual of Singapore Exchange Securities Trading Limited (the "Listing Manual"), the proposed acquisition is a non-discloseable transaction for the purposes of Chapter 10 of the Listing Manual.

Details of the Property

The Property occupies a total floor area of 3,412.19 sq ft with a tenure of 60 years from February 2012. The temporary occupation permit is expected to be issued at the end of year 2014.

Financing for the Acquisition

The Company intends to fund the acquisition through a combination of internally generated resources and external borrowings.

Financial Impact

The acquisition is not expected to have any material impact on the Earnings Per Share and the Net Tangible Asset per share of the Group for the current financial year.

Interest of Directors and Substantial Shareholders

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

BY ORDER OF THE BOARD

Soong Wee Choo / Liew Meng Ling

Joint Company Secretaries

8 October 2014