



SINGAPORE eDEVELOPMENT LIMITED

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

UPDATE ON LIABILITY IN RELATION TO LEGACY CONSTRUCTION BUSINESS

Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Company's announcement dated 9 June 2015 in relation to the Jurong West Performance Bond (the "Announcement").

The Board of Directors of Singapore eDevelopment Limited ("**Company**") refers to the Announcement and wishes to update shareholders of the Company ("**Shareholders**") that the Company has been called on by COFACE to pay the Guaranteed Sum in accordance with the Legacy Corporate Indemnity relating to the Jurong West Performance Bond following the failure by CIPL to pay the same pursuant to an agreement of counter indemnity between CIPL and COFACE.

The Company is currently in negotiations with COFACE for the settlement of the Company's liabilities to COFACE incurred pursuant to the Legacy Corporate Indemnity relating to the Jurong West Performance Bond through payment in stages. The Company will make further appropriate announcements as and when there are material developments on this matter.

As stated in the Announcement, the Guaranteed Sum is fully covered by a provision for claims of S\$3.46 million recognised by the Company as at 31 December 2014 and the payment of the Guaranteed Sum by the Company to COFACE is currently not expected to have a material impact on the financial results for the current year ending 31 December 2015.

BY ORDER OF THE BOARD

Chan Heng Fai
Executive Director and Chief Executive Officer

23 June 2015

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.

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