

HOCK LIAN SENG HOLDINGS LIMITED
(Company Registration No. 200908903E)

RECTIFICATION AND DISCLOSURE RELATING TO RULE 704(17)

The Board of Directors of Hock Lian Seng Holdings Limited (the “**Company**”) wishes to rectify and make disclosure relating to its Held-to-maturity securities investment (“**Relevant Securities**”).

Since the Group’s initial public offer in December 2009, the Group has interpreted the Relevant Securities as non-quoted securities as there were no market price for them which is available from the SGX. The Relevant Securities were mainly fixed term corporate bonds listed in SGX which has no active trading record and no transparent quoted price available on SGX.

Following this, the Group has inadvertently considered Relevant Securities to be outside the scope of “quoted” securities in Rule 704(17) and has not included the Relevant Securities in its Rule 704(17) disclosure announcements, particularly in the announcements made on 16 April 2010 and 11 February 2011. Notwithstanding this, the Company has disclosed its total investment securities clearly on the balance sheet of the Group’s quarterly result announcements and annual reports.

Information in respect of the quoted securities’ status is set out as follows:

Amount in SG\$ million

	Group Net Tangible Asset (NTA)	Quoted Equity (at cost)*	Quoted equity % as of Group NTA A	Held-to- Maturity securities (at cost)	Held-to- Maturity securities % Group NTA B	Total investment securities as of Group NTA A + B
2009 Jun 30	33.2	5.2	16%	2.0	6%	22%
2009 Dec 31	74.2	5.2	7%	2.0	3%	10%
2010 Dec 31	89.4	3.0	4%	2.0	2%	6%
2011 Dec 31	112.2	5.0	4%	12.1	11%	15%
2012 Dec 31	127.2	5.0	4%	18.9	15%	19%
2013 Dec 31	141.9	6.0	4%	20.1	14%	18%
2014 Dec 31	205.4	6.3	3%	23.8	12%	15%
2015 Dec 31	221.6	6.8	3%	28.3	13%	16%
2016 Jun 30	221.5	5.3	2%	28.5	13%	15%

**quoted equity is accounted at fair value in the financial statement.*

The total value of the investment securities is clearly disclosed on the quarterly result announcements and annual reports. The Relevant Securities were accounted at amortised cost, and the Company has no intention to trade on the Relevant Securities.

The Group will ensure that quoted securities under Rule 704(17) will be correctly reported with the inclusion of the Relevant Securities as the total quoted securities investment with immediate effect.

BY ORDER OF THE BOARD

Chua Leong Hai
Director
2 November 2016