SINGAPORE eDEVELOPMENT LIMITED
(Incorporated in Singapore)
(Company Registration No. 200916763W)

UPDATE ON UTILISATION OF NET PROCEEDS FROM RIGHTS ISSUES (THE "RIGHTS PROCEEDS")

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*Unless otherwise defined capitalised terms herein shall have the same meaning as ascribed to them in the Company's circular dated 14 July 2014 (the "**Circular**"), announcements dated 27 May 2014, 2 July 2014, 10 July 2014, 5 August 2014, 11 August 2014, 26 August 2014, 9 September 2014 and 18 September 2014 relating to the Rights Issue and Bonus Shares Issue and announcements dated 30 December 2014 and 27 February 2015 relating to the utilisation of Net Proceeds from the Rights Issue and Bonus Shares Issue (collectively, the "**Announcements**"), the announcement dated 15 September 2014 relating to the Group's United States property projects (the "**US Projects Update**") and the offer information statement of the Company dated 26 August 2014 (the "**OIS**").*

The Board of Directors (the "**Board**") of Singapore eDevelopment Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Circular, Announcements, the US Projects Update and OIS and wishes to inform shareholders of the Company that, subsequent to the Announcement dated 27 February 2015, the Group had made the following significant disbursements for exploration of and investment in new project opportunities under the Group's Property Development Business:

- Purchase of tenanted family homes for resale amounting to approximately S$4.9 million; and
- Review expenses and down payment for purchase of properties in US pending completion of due diligence amounting to approximately S$1.2 million.

The Board set out below a summary of uses of Net Proceeds since the receipt of the Net Proceeds:

1. an aggregate amount of S$8.1 million had been used in the discharging of existing obligations under the Company's construction business and redemption of liabilities to fulfil the Company's obligations under outstanding legacy corporate indemnities. These exceeded the initial allocated amount of S$6.1 million by approximately S$2.0 million. The Group expects to use a further S$0.5 million to fully discharge its obligation under a settlement agreement. Accordingly, approximately S$2.5 million had been funded and reallocated from those amount initially allocated for the exploration of and investment in new project opportunities under the Group's Information Technology Business

2. an amount of S$10.2 million initially allocated for the exploration of and investment in new project opportunities under the Group's Property Development Business has been reallocated for use in the temporary financing of the Company's existing property development projects, namely Black Oak and Mandurah projects. Subsequently, any amounts received from the refinancing or repayment of such temporary financing shall be applied to the initial purpose of utilising such amounts for the exploration of and investment in new project opportunities under the Group's Property Development Business;

3. an aggregate of S$8.5 million had been used to explore and develop new property development projects, namely Ballenger Run (S$2.0 million), tenanted family homes (S$5.2 million) and another new project currently being reviewed (S$1.3 million). As the amount exceeded the net allocated amount of S$2.0 million, the excess of S$6.5 million was funded from unutilised proceeds initially allocated to Investment Business (S$6.1 million[a]) and partially from exploration of and investment in new project opportunities under the Group's Information Technology Business (S$0.4 million[b]); and

4. an aggregate amount of S$5.2 million had been used in General Working Capital of the Group. These exceeded the initial allocated amount by S$1.2 million[c] and were funded by the unutilised proceeds from exploration of and investment in new project opportunities under the Group's Information Technology Business.

Accordingly, as at the date of this announcement, the utilisation of Net Proceeds is as set out below:

	Percentage allocation as disclosed in OIS	Amount of Net Proceeds				
		In accordance with percentage allocation as disclosed in OIS	After the Reallocations and as at the date of this announcement			
			Reallocated	Utilised	Deviations	Unutilised after deviations
		(S$'000)	(S$'000)	(S$'000)	(S$'000)	(S$'000)
Discharging existing obligations under construction business and redemption of liabilities	15%	6,096	8,536	(8,079)	-	457
Exploration of and investment in new project opportunities under the Group's Property Development Business	30%	12,193	2,032	(8,589)	(6,557)[a,b]	-
Temporary financing to existing property development projects	-	-	10,161	(9,174)	-	987
Exploration of and investment in new project opportunities under the Group's Information Technology Business	30%	12,193	9,753	(2,281)	1,636[b,c]	5,836
Investment Business	15%	6,096	6,096	-	6,096[a]	-
General working capital	10%	4,064	4,064	(5,239)	(1,175)[c]	-
Total	**100%**	**40,642**	**40,642**	**(33,362)**	**-**	**7,280**

The breakdown of the Net Proceeds utilised for working capital as at the date of this announcement is as follows:

	The Group (S$'000)
Professional fees	1,605
Payroll	1,858
Exchangeable Notes – Interests	900
Rental, directors' fee, office expenditure and other operating expenses	876
	5,239

The Company will continue to make further announcements to Shareholders as and when the Net Proceeds are materially disbursed.

BY ORDER OF THE BOARD

For and on behalf of the Board

Chan Heng Fai
Executive Director and Chief Executive Officer
28 May 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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